

**BEAUREGARD PARISH SCHOOL BOARD  
DeRidder, Louisiana**

**ANNUAL FINANCIAL REPORT**

**AS OF AND FOR THE YEAR ENDED JUNE 30, 2012**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date **FEB 20 2013**

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Annual Financial Report**  
**As of and for the Year Ended June 30, 2012**

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**DeRidder, Louisiana**  
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**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**June 30, 2012**

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## INDEPENDENT AUDITOR'S REPORT

President and Members of the  
Beauregard Parish School Board  
DeRidder, Louisiana

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beauregard Parish School Board (the School Board) as of and for the year ended June 30, 2012, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards of the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

The Beauregard Parish School Board has not presented Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

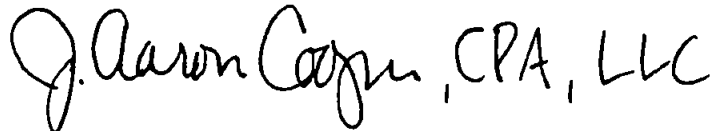
In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Beauregard Parish School Board as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with generally accepted accounting principles of the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated December 30, 2012, on my consideration of the Beauregard Parish School Board's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

**Beauregard Parish School Board**  
**Page 2**

The budgetary comparison information on pages 41-42 is not a required part of the basic financial statements but is supplementary information required by the Governmental Auditing Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The other supplementary information identified as Supplemental Information Schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Beauregard Parish School Board. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of Beauregard Parish School Board. Such supplementary information and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink that reads "J. Aaron Capen, CPA, LLC". The signature is written in a cursive, flowing style.

Lake Charles, Louisiana  
December 30, 2012

# **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement A**

**Statement of Net Assets**  
**June 30, 2012**

	Governmental Activities
<b>ASSETS</b>	
Cash and cash equivalents	\$ 24,249,789
Investments	1,000,000
Receivables	373,915
Inventory	212,642
Prepaid expenses	181,054
Restricted assets	
Cash	17,451,940
Investments	300,000
Receivables	1,762,285
Capital assets (net of accumulated depreciation)	
Land	305,618
Buildings	29,978,983
Improvements other than buildings	2,027,254
Furniture and equipment	2,235,398
Construction in progress	11,119,594
<b>Total assets</b>	<b>91,198,472</b>
<b>LIABILITIES</b>	
Accounts, salaries, and other payables	7,264,231
Accounts payable from restricted assets	1,491,368
Estimated workers' compensation claims	453,213
Unearned revenue	29,544
Interest payable	634,378
Long-term liabilities	
Due within one year	5,544,475
Due in more than one year	67,013,221
<b>Total liabilities</b>	<b>82,430,430</b>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	6,785,410
Restricted for:	
Debt service	5,060,035
Future salaries from sales tax proceeds	1,235,109
Capital improvements	9,695,563
School food service	316,378
Maintenance, books, instructional items, etc	818,645
Federal programs	14,167
Unrestricted	(15,157,265)
<b>TOTAL NET ASSETS</b>	<b>\$ 8,768,042</b>

The accompanying notes are an integral part of this statement.



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement B**

**Statement of Activities**  
**For the Year Ended June 30, 2012**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Governmental Activities - Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction				
Regular programs	\$ 25,026,346	\$ -	\$ 484,699	\$ (24,541,647)
Special education programs	6,951,840	-	618,680	(6,333,160)
Vocational programs	2,035,520	-	57,538	(1,977,982)
Other instructional programs	1,665,820	-	181,449	(1,484,371)
Special programs	1,729,488	-	1,222,389	(507,099)
Adult and continuing education programs	83,861	-	38,262	(45,599)
Support services				
Student services	3,489,522	-	362,132	(3,127,390)
Instructional staff support	3,210,943	-	621,932	(2,589,011)
General administration	1,864,679	-	-	(1,864,679)
School administration	3,545,110	-	-	(3,545,110)
Business services	587,693	-	183,591	(404,102)
Plant services	5,717,275	-	-	(5,717,275)
Student transportation services	3,771,245	-	243	(3,771,002)
Central services	1,166,096	-	45,287	(1,120,809)
Food services	3,630,300	507,650	1,748,995	(1,373,655)
Community service programs	15,905	-	-	(15,905)
Interest on long-term debt	1,707,516	-	-	(1,707,516)
Total governmental activities	<u>\$ 66,199,159</u>	<u>\$ 507,650</u>	<u>\$ 5,565,197</u>	<u>(60,126,312)</u>
Taxes				
Property taxes, levied for general purposes				1,543,217
Property taxes, levied for maintenance				5,887,944
Property taxes, levied for debt services				3,533,203
Sales and use taxes, levied for salaries				11,237,688
State revenue sharing, unrestricted				61,460
Grants and contributions not restricted to specific purposes				
Minimum Foundation Program				37,070,887
Other state funding				836,010
Interest and investment earnings				68,672
Special items				
Miscellaneous				859,719
Gain on disposal of assets				203,275
Total general revenues and special items				<u>61,302,075</u>
Excess of revenues over expenses				<u>1,175,763</u>
Beginning net assets				<u>7,592,279</u>
Ending net assets				<u>\$ 8,768,042</u>

The accompanying notes are an integral part of this statement.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**June 30, 2012**

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# **FUND FINANCIAL STATEMENTS**

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Balance Sheet - Governmental Funds**  
**June 30, 2012**

	General Fund	Sales Tax Fund	Operations and Maintenance Fund	School Food Service
<b>Assets</b>				
Assets				
Equity in pooled cash	\$ 23,676,896	\$ 238,301	\$ 958,890	\$ 345,957
Investments	1,000,000	-	-	-
Receivables	332,090	1,016,522	39,036	-
Interfund receivable	724,797	-	-	-
Inventory	146,797	-	-	65,845
Prepaid items	92,407	-	45,575	-
<b>Total assets</b>	<b>\$ 25,972,987</b>	<b>\$ 1,254,823</b>	<b>\$ 1,043,501</b>	<b>\$ 411,802</b>
<b>Liabilities and fund balances</b>				
Liabilities				
Accounts, salaries, and other payables	\$ 7,042,229	\$ 19,714	\$ 179,281	\$ 35
Interfund payable	-	-	-	-
Deferred revenues	-	-	-	29,544
<b>Total liabilities</b>	<b>7,042,229</b>	<b>19,714</b>	<b>179,281</b>	<b>29,579</b>
<b>Fund balances</b>				
Nonspendable items	239,204	-	45,575	65,845
Restricted for				
Debt service	-	-	-	-
Capital improvements	-	-	-	-
Federal programs	-	-	-	-
Future salaries from sales tax proceeds	-	1,235,109	-	-
School food service	-	-	-	316,378
Maintenance, books, instructional items, etc.	-	-	818,645	-
Committed for				
Contingencies	2,840,436	-	-	-
Unassigned	15,851,118	-	-	-
<b>Total fund balances</b>	<b>18,930,758</b>	<b>1,235,109</b>	<b>864,220</b>	<b>382,223</b>
<b>Total liabilities and fund balances</b>	<b>\$ 25,972,987</b>	<b>\$ 1,254,823</b>	<b>\$ 1,043,501</b>	<b>\$ 411,802</b>

The accompanying notes are an integral part of this statement.

**Statement C**

Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ 11,186,931	\$ 5,057,246	\$ 10,572	\$ 41,474,793
-	-	-	1,000,000
-	2,789	745,763	2,136,200
-	-	-	724,797
-	-	-	212,642
-	-	-	137,982
<u>\$ 11,186,931</u>	<u>\$ 5,060,035</u>	<u>\$ 756,335</u>	<u>\$ 45,686,414</u>
\$ 1,491,368	\$ -	\$ 17,371	\$ 8,749,998
-	-	724,797	724,797
-	-	-	29,544
<u>1,491,368</u>	<u>-</u>	<u>742,168</u>	<u>9,504,339</u>
-	-	-	350,624
-	5,060,035	-	5,060,035
9,695,563	-	-	9,695,563
-	-	14,167	14,167
-	-	-	1,235,109
-	-	-	316,378
-	-	-	818,645
-	-	-	2,840,436
-	-	-	15,851,118
<u>9,695,563</u>	<u>5,060,035</u>	<u>14,167</u>	<u>36,182,075</u>
<u>\$ 11,186,931</u>	<u>\$ 5,060,035</u>	<u>\$ 756,335</u>	<u>\$ 45,686,414</u>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement D**

**Reconciliation of the Governmental Funds**  
**Balance Sheet to the Statement of Net Assets**  
**June 30, 2012**

Total fund balances at year end - governmental funds		\$	36,182,075
Amounts reported for governmental activities in the Statement of Net Assets are different because			
Capital assets are not financial resources and, therefore, not reported in the funds			
Cost of capital assets at year end	\$	92,119,028	
Less - accumulated depreciation at year end		<u>(46,452,181)</u>	45,666,847
Long-term liabilities are not due and payable in the current period and are not reported in the funds			
Long-term liabilities at year end			
Compensated absences		(901,894)	
Bonds payable		(48,577,000)	
Other post-employment benefits liability		(23,078,802)	
Accrued interest payable		<u>(634,378)</u>	(73,192,074)
Net assets of proprietary funds - governmental activities			<u>111,194</u>
Net assets at year end - governmental activities		\$	<u>8,768,042</u>

The accompanying notes are an integral part of this statement.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**June 30, 2012**

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**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended June 30, 2012**

	General Fund	Sales Tax Fund	Operations and Maintenance Fund	School Food Service
<b>Revenues</b>				
Local sources				
Ad valorem taxes	\$ 1,543,217	\$ -	\$ 5,887,944	\$ -
Sales and use taxes	-	11,237,688	-	-
Interest earnings	35,228	-	-	364
Food services	-	-	-	507,650
Other	166,264	-	5,713	200
State sources				
Equalization	37,030,665	-	-	40,222
Other	639,365	-	258,105	-
Federal sources	4,538	-	-	1,748,995
<b>Total revenues</b>	<b>39,419,277</b>	<b>11,237,688</b>	<b>6,151,762</b>	<b>2,297,431</b>
<b>Expenditures</b>				
Instruction				
Regular programs	16,052,038	4,794,609	614,388	-
Special education programs	4,202,191	1,342,021	25,277	-
Vocational educational programs	1,406,876	362,873	72,737	-
Other instructional programs	1,339,742	150,820	4,476	-
Special programs	305,168	96,375	-	-
Adult and continuing education programs	23,307	15,430	-	-
Support services				
Student services	2,175,162	621,094	1,160	-
Instructional staff support	1,764,477	489,944	76,232	-
General administration	1,333,979	308,217	-	-
School administration	2,535,933	760,632	-	-
Business administration	426,085	113,425	19,993	-
Plant services	48,264	574,083	4,336,277	-
Student transportation services	3,293,240	667,097	-	-
Central services	687,840	187,539	185,700	-
Food services	171,551	498,394	-	2,643,608
Community service programs	12,530	-	-	-
Facilities acquisition and construction	45,886	-	192,751	-
Debt service	-	-	-	-
<b>Total expenditures</b>	<b>35,824,269</b>	<b>10,982,553</b>	<b>5,528,991</b>	<b>2,643,608</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>3,595,008</b>	<b>255,135</b>	<b>622,771</b>	<b>(346,177)</b>
<b>Other financing sources (uses)</b>				
Proceeds from sale of assets	18,897	-	50,405	-
Issuance of debt	-	-	-	-
Transfers in	496,581	-	-	346,177
Transfers out	(423,349)	-	-	-
<b>Total other financing sources (uses)</b>	<b>92,129</b>	<b>-</b>	<b>50,405</b>	<b>346,177</b>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<b>3,687,137</b>	<b>255,135</b>	<b>673,176</b>	<b>-</b>
<b>Beginning fund balances</b>	<b>15,243,621</b>	<b>979,974</b>	<b>191,044</b>	<b>382,223</b>
<b>Ending fund balances</b>	<b>\$ 18,930,758</b>	<b>\$ 1,235,109</b>	<b>\$ 864,220</b>	<b>\$ 382,223</b>

The accompanying notes are an integral part of this statement.



**Statement E**

Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 3,533,203	\$ -	\$ 10,964,364
-	-	-	11,237,688
27,917	276	-	63,785
-	-	-	507,650
-	-	189,143	361,320
-	-	-	37,070,887
-	-	-	897,470
-	2,346	3,809,318	5,565,197
<u>27,917</u>	<u>3,535,825</u>	<u>3,998,461</u>	<u>66,668,361</u>
546,235	-	484,699	22,491,969
-	-	652,343	6,221,832
-	-	57,538	1,900,024
-	-	181,449	1,676,487
-	-	1,217,851	1,619,394
-	-	38,262	76,999
-	-	475,486	3,272,902
-	-	636,302	2,966,955
84,909	-	-	1,727,105
-	-	100	3,296,665
875	-	-	560,378
-	-	-	4,958,624
-	-	243	3,960,580
-	-	47,174	1,108,253
-	-	-	3,313,553
-	-	3,375	15,905
12,473,725	-	-	12,712,362
1,300,000	3,405,544	-	4,705,544
<u>14,405,744</u>	<u>3,405,544</u>	<u>3,794,822</u>	<u>76,585,531</u>
(14,377,827)	130,281	203,639	(9,917,170)
133,973	-	-	203,275
11,139,000	-	-	11,139,000
-	-	77,172	919,930
-	-	(496,581)	(919,930)
<u>11,272,973</u>	<u>-</u>	<u>(419,409)</u>	<u>11,342,275</u>
(3,104,854)	130,281	(215,770)	1,425,105
<u>12,800,417</u>	<u>4,929,754</u>	<u>229,937</u>	<u>34,756,970</u>
<u>\$ 9,695,563</u>	<u>\$ 5,060,035</u>	<u>\$ 14,167</u>	<u>\$ 36,182,075</u>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement F**

**Reconciliation of the Governmental Funds**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances to the Statement of Activities**  
**For the Year Ended June 30, 2012**

Total net change in fund balances - governmental funds	\$ 1,425,105
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Amounts reported for governmental activities in the Statement of Activities are different because

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the period.

Depreciation expense	\$ (1,250,717)	
Capital outlays	<u>12,833,385</u>	11,582,668

Add accumulated depreciation on capital assets retired during the year

689,192

Less cost basis of capital assets retired during the year

<u>(689,192)</u>	-
------------------	---

Repayment of bond principal and certificates of indebtedness is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. Proceeds of bond issues is an other source in the governmental funds but increases long-term liabilities in the Statement of Net Assets.

Principal payments	3,087,000
Bond proceeds	(11,139,000)

In the Statement of Activities, certain operating expenses - compensated absences and other post-employment benefits - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This is the amount by which the amounts earned exceeds the amount actually paid.

Change in compensated absences payable	131,381
Change in other post employment benefits	(3,933,613)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

Change in accrued interest payable	(88,972)
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Change in net assets of proprietary funds	<u>111,194</u>
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Change in net assets of governmental activities	<u>\$ 1,175,763</u>
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The accompanying notes are an integral part of this statement.

**BEAUREGARD PARISH SCHOOL BOARD**  
**De Ridder, Louisiana**

**Statement G**

**Statement of Net Assets - Proprietary Funds**  
**June 30, 2012**

	Internal Service Fund - Workers' Compensation Self-Insurance Fund*	Total - Governmental Activities
<b>ASSETS</b>		
Current assets		
Equity in pooled cash	\$ 226,936	\$ 226,936
Restricted investments	300,000	300,000
Prepaid expenses	43,072	43,072
<b>Total assets</b>	<b>\$ 570,008</b>	<b>\$ 570,008</b>
<b>LIABILITIES</b>		
Accounts payable	\$ 5,601	\$ 5,601
Estimated workers' compensation claims	453,213	453,213
<b>Total liabilities</b>	<b>458,814</b>	<b>458,814</b>
<b>NET ASSETS</b>		
Unrestricted	111,194	111,194
<b>Total net assets</b>	<b>111,194</b>	<b>111,194</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 570,008</b>	<b>\$ 570,008</b>

\* Nonmajor proprietary fund

**Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds**  
**For the Year Ended June 30, 2012**

	Internal Service Fund - Workers' Compensation Self-Insurance Fund*	Total - Governmental Activities
<b>Operating revenues:</b>		
Charges for services	\$ 498,399	\$ 498,399
Total operating revenues	<u>498,399</u>	<u>498,399</u>
<b>Operating expenses:</b>		
Workers' compensation claims	306,802	306,802
Contract services	100	100
Stop-loss premiums	85,190	85,190
Total operating expenses	<u>392,092</u>	<u>392,092</u>
<b>Operating income</b>	106,307	106,307
<b>Non-operating revenues (expenses)</b>		
Interest income	4,887	4,887
Total non-operating revenues	<u>4,887</u>	<u>4,887</u>
<b>Change in net assets</b>	111,194	111,194
<b>Net assets - beginning of year</b>	-	-
<b>Net assets - end of year</b>	<u>\$ 111,194</u>	<u>\$ 111,194</u>

\* Nonmajor proprietary fund

The accompanying notes are an integral part of this statement.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement I**

**Statement of Cash Flows - Proprietary Funds**  
**For the Year Ended June 30, 2012**

	Internal Service Fund - Workers' Compensation Self-Insurance Fund
<b>Cash flows from operating activities.</b>	
Cash received from other funds for services	\$ 498,399
Payments to vendors	(89,290)
Payments made on workers' compensation claims	(313,200)
	<hr/>
Net cash provided by operating activities	95,909
<b>Cash flows from investing activities:</b>	
Interest income	4,887
	<hr/>
Net cash provided by investing activities	4,887
	<hr/>
<b>Net change in cash and cash equivalents</b>	100,796
<b>Cash and cash equivalents at beginning of year</b>	126,140
	<hr/>
<b>Cash and cash equivalents at end of year</b>	<u><u>\$ 226,936</u></u>
<b>Reconciliation of operating income to net cash provided by operations</b>	
Operating income	\$ 106,307
Adjustments to reconcile operating income to net cash provided by operating activities	
Changes in operating assets and liabilities	
Prepaid items	(1,418)
Accounts payable	(2,582)
Estimated workers' compensation claims	(6,398)
	<hr/>
Net cash provided by operating activities	<u><u>\$ 95,909</u></u>

\* Nonmajor proprietary fund

The accompanying notes are an integral part of this statement.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Statement J**

**Statement of Assets and Liabilities - Agency Fund**  
**June 30, 2012**

	<u>School Activity Fund</u>
<b>Assets</b>	
Cash and cash equivalents	<u>\$ 796,666</u>
Total assets	<u>\$ 796,666</u>
<b>Liabilities</b>	
Deposits due others	<u>\$ 796,666</u>
Total liabilities	<u>\$ 796,666</u>

The accompanying notes are an integral part of this statement.

# **NOTES TO THE FINANCIAL STATEMENTS**

**BEAUREGARD PARISH SCHOOL BOARD  
DeRidder, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended June 30, 2012**

**INTRODUCTION**

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**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

The Beauregard Parish School Board was created by Louisiana Revised Statute (R S ) 17 51 to provide public education for the children within Beauregard Parish. The School Board is authorized by R S 17 81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of 10 members who are elected from 10 districts for terms of four years.

The School Board operates 12 schools within the parish with a total enrollment of approximately 6,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

The accompanying financial statements of the Beauregard Parish School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, issued in June 1999.

**B. REPORTING ENTITY**

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under the provisions of this Statement, the School Board is considered a *primary government*, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no *component units*, defined by GASB No. 14 as other legally separate organizations for which the elected school board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

**C. FUND ACCOUNTING**

The School Board uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate fiscal and accounting entity with a self-balancing set of accounts.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

Funds of the School Board are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

**Governmental Funds**

Governmental funds account for all or most of the School Board's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include the following:

1. The General Fund is the general operating fund of the School Board and accounts for all financial resources, except those required to be accounted for in other funds.
2. Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
3. Debt service funds account for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group.
4. Capital projects funds account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

**Proprietary Funds**

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. Proprietary funds include the following:

1. The internal service fund accounts for the financing of goods or services provided by one department to other departments or governments on a cost-reimbursement basis.
2. The enterprise fund accounts for operations that are financed and operated in a manner similar to private business enterprises and for which the intent of the School Board is that the costs (expenses, including depreciation) of providing the services to the general public on a continuing basis be financed or recovered primarily through user charges.

The School Board applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989 (unless those pronouncements conflict with or contradict GASB pronouncements) for its proprietary activities.

**Fiduciary Funds**

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the School Board. The School Activity Agency Fund accounts for assets held by the School Board as an agent for the individual schools and school organizations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**D MEASUREMENT FOCUS/BASIS OF ACCOUNTING**

**Government-Wide Financial Statements (GWFS)**

The Statement of Net Assets (Statement A) and the Statement of Activities (Statement B) display information about the reporting government as a whole. These statements include all the financial activities of the school board, except for the fiduciary fund. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

**Internal Activities** - The Workers' Compensation Self-Insurance Internal Service Fund provides services primarily to the governmental funds. Accordingly, this fund's activities were rolled up into the governmental activities. Pursuant to GASB 34, as much as possible, the internal activities have been eliminated in order to avoid the "grossing-up" effect of a straight inclusion. However, the effect of interfund services provided and used between functions are not eliminated in the statement of activities.

**Enterprise Activities** - The East Beauregard Food Processing Enterprise Fund is accounted for similar to a private enterprise as a proprietary fund. However, due to its purpose as a vocational education program and that it is only partially self-funding, the School Board considers this program a governmental activity.

**Program Revenues** - Program revenues included in the Statement of Activities (Statement B) derive directly from parties outside the school board's taxpayers or citizenry, as a whole, program revenues reduce the cost of the function to be financed from the school board's general revenues.

**Allocation of Indirect Expenses** - The school board reports all direct expenses by function in the Statement of Activities (Statement B). Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Fund Financial Statements (FFS)**

Governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

Fund financial statements report detailed information about the School Board. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. The School Board reports the General Fund, the Sales Tax Fund, the Operating and Maintenance Fund, the School Food Service Fund, the Debt Service Fund, and the Capital Projects Fund as its major governmental funds. The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Sales Tax Fund is used to account for sales tax collections that are to be used for salaries and benefits. The Operating and Maintenance Fund is used to account for ad valorem tax millages that are dedicated to certain operating and maintenance costs. The School Food Service Fund includes the school meal preparation operations. The Debt Service Fund accounts for the collection of an ad valorem tax millage dedicated to servicing the debt of the District's outstanding general obligation bonds. The Capital Projects Fund accounts for bonds issued under authority of a voter referendum to be used for capital projects and instructional equipment.

Governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The school board generally considers all revenues available if they are collected within 60 days after the fiscal year ended except for revenues related to federal grant programs where costs are reimbursed 100%. For these programs, revenues are recognized when the expenditures are made. Management feels that the financial statements would be misleading if these revenues were not recorded. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

Federal and state entitlements (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid when available and measurable. Federal and state grants are recorded when the reimbursable expenditures have been incurred. Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15<sup>th</sup> of each year, and become delinquent on December 31<sup>st</sup>. The taxes are generally collected in December, January, and February of the fiscal year. Sales and use tax revenues are recorded in the month that the original taxable transaction occurred. Substantially all other revenues are recorded when received.

**Expenditures**

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not effect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. Governmental fund expenditures include the following:

Salaries are recorded as earned. All nine-month employees are to be paid pro rata over twelve months. Thus, salaries paid to these employees in July and August are earned (and are accrued) as of fiscal year end. Principal and interest on general long-term obligations are recognized when due. Inventory is expensed when consumed. Compensated absences are recognized as expenditures when leave is actually taken or upon termination of employment due to retirement or death. The cost of compensated absences not requiring current resources is recorded in the general long-term obligations account group. All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**Other Financing Sources (Uses)**

Increases (decreases) in net current assets arising from sources other than revenues (expenditures) are accounted for as other financing sources (uses). Such transactions include transfers between funds that are not expected to be repaid, capital lease transactions, sale of fixed assets, and long-term debt proceeds. These other financing sources (uses) are recognized at the time the underlying events occur.

**Unearned Revenues**

The School Board reports unearned revenues on its combined balance sheet. Unearned revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received before the incurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and the revenue is recognized.

**Proprietary Funds** - Like the government-wide statements, the proprietary funds are accounted for on a flow of economic resources measurement focus and a determination of net income. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the school board finances and meets the cash flow needs of this internal service fund. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred. Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses are items which result directly from the operations of the fund. Items such as interest income and operating transfers do not depend on fund activities and, therefore, are considered non-operating.

**Agency Funds** – Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for on the accrual basis of accounting.

**E. BUDGETS**

The School Board adopts budgets for all non-fiduciary funds under its control. The School Board uses the following budget practices:

1. The proposed budget for the fiscal year ended June 30, 2012, was published June 22, 2011. The budget was available for viewing from that date until the date of the public hearing July 7, 2011. The budget was formally adopted on July 7, 2011, by the School Board. The budget must be adopted no later than September 15<sup>th</sup> and submitted to the Louisiana Department of Education no later than September 30<sup>th</sup> each year for approval.
2. Appropriations (unexpended budget balances) lapse at year-end.
3. Budgets are prepared on a GAAP basis for all funds.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental, or project level. However, when projected revenues within a fund fail to meet budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. The superintendent of the School Board has the authority to transfer amounts between accounts within any fund. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**F ENCUMBRANCES**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrances are recorded at the time the purchasing system generates a purchase order and are liquidated at the time the corresponding expenditure is recognized. Outstanding encumbrances lapse at year-end. To the extent the School Board intends to honor the purchase orders and commitments, they are disclosed in the financial statements. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

**G. CASH AND INTEREST-EARNING DEPOSITS**

Cash and cash equivalents include amounts in demand deposits, interest-bearing demand deposits, and short-term investments with original maturities of three months or less, including deposits held by the Louisiana Asset Management Pool (LAMP). LAMP is a statewide investment pool in which the School Board participates and operates in accordance with appropriate state laws and regulations. The fair value of the School Board's position in the pool is the same as the value of the pool shares. LAMP is a component unit of the State of Louisiana and its operations are regulated by state law and are overseen by a board consisting of the state treasurer and members elected from the pool participants. Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

**H. INVESTMENTS**

Investments are limited by R.S. 33:2955 and the School Board's investment policy. These laws and policies are designed to minimize credit risk. The School Board's investments include certificates of deposit with maturities greater than 90 days. These certificates of deposit are recorded at cost, which approximates fair value.

**I. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

**J. INVENTORIES AND PREPAID ITEMS**

Inventory of the General Fund consists of expendable supplies and are recorded on the consumption method. These items are recorded at the lower of cost (first-in, first-out) or market value.

Inventory of the School Lunch Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues when received (issued), however, all inventory items are recorded as expenditures when consumed. All purchased inventory items are valued at the lower of cost (first-in, first-out) or market, and commodities are assigned values based on information provided by the United States Department of Agriculture.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**K. CAPITAL ASSETS**

Capital assets are capitalized at historical cost. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The school board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Capital assets are recorded in the GWFS, but are not reported in the FFS. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the school board, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and building improvements	40 years
Furniture and fixtures	10 years
Vehicles	5 years
Equipment	3-10 years

**L. COMPENSATED ABSENCES**

The School Board has the following policies relating to compensated absences:

**Annual Leave**

Annual leave is earned for all twelve-month active employees at the following rates:

<u>Years of service</u>	<u>Rate</u>
0-3	1 day per month (12 days annually)
3-10	1 ¼ days per month (15 days annually)
Over 10	1 ½ days per month (18 days annually)

Accumulated annual leave is capped at 48 days.

**Sick Leave**

Sick leave is earned for active employees at the following rates:

Nine-month employees	10 days
Ten-month employees	11 days
Eleven- and twelve-month employees	
0-10 years	12 days
Over 10 years	18 days

If a nine- or ten-month employee works additional time during the summer, the employee will receive one day additional sick leave (or portion thereof) for each additional month worked (or portion thereof). Sick leave can be accumulated without limitation. Upon retirement, unused sick leave up to 25 days is paid to employees at the employees' current rate of pay and all unused sick leave is used in the retirement computation as earned service. However, the School Board may pay, on a uniform basis, such unused sick leave beyond twenty-five days, not to exceed 45 days, at its discretion.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**Emergency Leave**

Emergency leave shall be granted for the following reasons

- 1 A maximum of three days continuous leave for illness in the immediate family unless there are extenuating circumstances
- 2 A maximum of three days continuous leave for death in the immediate family unless there are extenuating circumstances
- 3 A maximum of two days for the purpose of marriage
- 4 Circumstances beyond the control of the employee (i.e., fire, flood, tornado, etc.)

The superintendent or his designee may grant emergency leave for reasons other than above. Two days of sick or emergency leave may be allowed for personal reasons.

**Excess leave**

Excess leave may be granted by the superintendent beyond the sick and emergency leave up to a maximum of five days. Any request beyond five days requires School Board approval.

**Sabbatical Leave**

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. According to GASB Statement No. 16, sabbatical leave which involves professional and cultural development provides a continuing benefit to the employer and should not be accrued.

The cost of current leave privileges is recognized as an expenditure in the governmental funds (typically the General Fund) when the leave is actually taken or, in the case of amounts due at termination, when payment is due. The expenditure is recorded in the fund from which the employee on leave is generally paid. The cost of leave privileges not requiring current resources is recorded in the government-wide financial statements. For the proprietary funds, the liability for compensated absences is accrued when the leave is earned by the employee.

**M EQUITY CLASSIFICATIONS**

For government-wide statement of net assets, equity is classified as net assets and displayed in three components:

- Invested in capital assets, net of related debt. This component consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net assets. Restricted net assets consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- Unrestricted net assets. Unrestricted net assets consist of all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

The School Board uses restricted resources first when expenses are incurred when both restricted and unrestricted net assets are available.



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

In the fund statements, governmental fund equity is classified as fund balance. In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the School Board classifies governmental fund balances as follows:

- Non-spendable Relates to fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted Relates to fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or grantors, or amounts constrained due to constitutional provisions or enabling legislation.
- Committed Relates to fund balance amounts that are constrained for specific purposes that are internal imposed by the district through formal action of the School Board and does not lapse at year-end.
- Assigned Relates to fund balance amounts that are intended to be used for a specific purpose that are considered to be neither restricted nor committed. Fund balance can be assigned by the School Board.
- Unassigned Relates to fund balance amounts within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The School Board uses restricted resources first when expenditures are incurred when both restricted and unrestricted fund balances are available. Proprietary fund equity is classified the same as in the government-wide statements.

**N. INTERFUND TRANSACTIONS**

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers.

**O. SALES AND USE TAXES**

A one-cent sales and use tax was approved by voters at a special election held July 23, 1966. The proceeds of the tax are to be used exclusively to supplement other revenues available to the School Board for the payment of salaries of teachers in the public elementary and secondary schools of the parish and for the expenses of operating said schools, such operating expenses to include payment of salaries of other personnel employed by the School Board in addition to teachers, but to exclude expenditures for capital improvements and purchases of automobiles.

Another one-cent sales and use tax was approved by voters at a special election held May 5, 1990. The proceeds of the tax are to be used for the purpose of supplementing salaries of teachers and other school employees and providing benefits for teachers, other school employees, and retirees.

**P. ESTIMATES**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**2. LEVIED TAXES**

The following is a summary of authorized and levied ad valorem taxes

	Authorized <u>Millage</u>	Levied <u>Millage</u>	Expiration <u>Date</u>
<b>Parishwide taxes</b>			
Constitutional	4 76	4 76	N/A
Maintenance and operations	8 77	8 77	2021
<b>District taxes</b>			
Maintenance and operations –			
Instructional	20 90	20 90	2013
Bond and Interest	17 80	17 80	N/A

The two millages for Maintenance and Operations are restricted to facilities maintenance and certain educational items such as books. The Bond and Interest millage is restricted specifically for debt service on the School Board's bond issues.

The only taxpayer with assessed valuation in excess of 5% of total assessments was Boise Cascade Corporation. Boise's total assessed valuation was approximately \$46,000,000 generating approximately \$2,400,000 in ad valorem taxes.

**3. DEPOSITS**

At June 30, 2012, the School Board has cash and interest-bearing deposits (book balances) as follows:

	Governmental Activities	Fiduciary Funds	Total
Interest-bearing deposits	\$ 15,646,098	\$ 537,679	\$ 16,183,772
Deposits with LAMP	26,055,636	258,987	26,314,623
<b>Total</b>	<b>\$ 41,701,729</b>	<b>\$ 796,666</b>	<b>\$ 42,498,395</b>

Additionally, the School Board has certificates of deposit totaling \$1,300,000 on deposit in local banks which are presented as investments in the financial statements. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2012, the School Board has \$18,122,112 in deposits (collected bank balances) in local financial institutions, including certificates of deposit. These deposits are secured from risk by \$2,402,358 of federal deposit insurance (GASB Custodial Credit Risk Category 1) and \$15,719,754 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Custodial Credit Risk Category 3).

Even though the pledged securities are not considered collateral (Category 3) under the provisions of GASB Statement 3, R S 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand. The School Board's policy does not address custodial credit risk for deposits.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**4. INVESTMENTS**

Investments at June 30, 2012 consisted of the certificates of deposit. All certificates have maturities of six months from their original purchase dates. Restricted investments consist of a certificate of deposit that is pledged to the state worker's compensation fund and is included in the self-insurance internal service fund.

As discussed in Note 3, certificates of deposit are considered uncollateralized (Category 3) under the provisions of GASB Statement 3. Deposits with LAMP are not categorized as those deposits are not evidenced by securities that exist in physical or book-entry form.

Although the School Board's policy does not formally address credit or interest rate risk, it does emphasize safety and liquidity over investment return. This policy does limit exposure to fluctuations in interest rates due to the short-term nature of securities purchased and the School Board's intent and ability to hold debt securities to maturity. Interest rates on certificates of deposit range from 1.2-2.5% and it is the practice of the School Board to generally purchase certificates with maturities of six months or less and never over one year. LAMP's investment policy also emphasizes safety and liquidity with a substantial portion of the underlying securities pool having maturities of less than 30 days. LAMP is rated AAAM with Standard & Poors.

The School Board entered into a security agreement with the State of Louisiana Office of Workers' Compensation (OWC) that grants to OWC a security interest in the School Board's \$300,000 certificate of deposit. The security interest is to secure the prompt payment of all obligations under the provisions of the Louisiana Workers' Compensation Act.

**5. RECEIVABLES**

The receivables of \$2,136,200 at June 30, 2012, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Total</u>
Taxes				
Sales	\$ -	\$ 1,016,522	\$ -	\$ 1,016,522
Advalorem	746	4,648	2,789	8,183
Intergovernmental - grants				
Federal	-	745,763	-	745,763
State	315,146	-	-	315,146
Other	16,198	34,388	-	50,586
Total	<u>\$ 332,090</u>	<u>\$ 1,801,321</u>	<u>\$ 2,789</u>	<u>\$ 2,136,200</u>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**6. CAPITAL ASSETS**

The changes in capital assets follow

<u>Governmental Activities</u>	Balance, Beginning of Year	Additions	Deletions	Transfers	Balance, End of Year
Capital assets not being depreciated					
Land	\$ 305,618	\$ -	\$ -	\$ -	\$ 305,618
Construction in progress	16,623,809	12,188,870	-	(17,693,085)	11,119,594
	16,929,427	12,188,870	-	(17,693,085)	11,425,212
Capital assets being depreciated					
Buildings and improvements	51,239,739	-	-	16,969,372	68,209,111
Furniture and equipment	11,805,669	644,515	(689,192)	723,713	12,484,705
	63,045,408	644,515	(689,192)	17,693,085	80,693,816
Less accumulated depreciation					
Buildings and improvements	(36,088,266)	(838,321)	-	-	(36,926,587)
Furniture and equipment	(9,802,390)	(412,396)	689,192	-	(9,525,594)
	(45,890,656)	(1,250,717)	689,192	-	(46,452,181)
Total capital assets being depreciated, net	17,154,752	(606,202)	-	17,693,085	34,241,635
Governmental activities capital assets, net	\$ 34,084,179	\$ 11,582,668	\$ -	\$ -	\$ 45,666,847

Depreciation expense of \$1,250,717 for the year ended June 30, 2012, was charged to the following governmental functions

Instruction	
Regular Education	\$ 901,322
Special Education	163,635
Support Services	
Student Services	31,103
Instructional Staff Support	23,390
General Administration	1,640
School Administration	12,924
Business Services	3,646
Plant Services	9,135
Student Transportation Services	20,198
Central Services	432
School Food Services	83,292
Total	\$ 1,250,717

**7. ACCOUNTS, SALARIES, AND OTHER PAYABLES**

Accounts, salaries, and other payables of \$8,755,599 at June 30, 2012, consists of the following

	General Fund	Sales Tax Fund	Operations & Maintenance	School Food Service	Capital Projects Fund	Non-major Special Revenue Funds	Self-Insurance Fund	Total
Salaries and benefits	\$ 6,987,218	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,987,218
Accounts Retainage	55,011	19,714	179,281	35	654,911	17,371	5,601	931,924
	-	-	-	-	836,457	-	-	836,457
Total	\$ 7,042,229	\$ 19,714	\$ 179,281	\$ 35	\$ 1,491,368	\$ 17,371	\$ 5,601	\$ 8,755,599

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**8. RETIREMENT SYSTEMS**

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana, other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

**A. Teachers' Retirement System of Louisiana (TRS)**

*Plan Description* The TRS consists of three membership plans: Regular Plan, Plan A, and Plan B. The TRS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

*Funding Policy* Plan members are required to contribute 8.0%, 9.1%, and 5.0% of their annual covered salary for the Regular Plan, Plan A, and Plan B, respectively. The School Board is required to contribute at an actuarially-determined rate. The current rate is 24.5% of annual covered payroll for all three membership plans. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the TRS, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board. The School Board's contributions to the TRS for the years ending June 30, 2012, 2011, and 2010, were \$6,527,632, \$5,540,055, and \$4,499,568, respectively, equal to the required contributions for each year.

*Trend information* Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Three-year trend information for the years ended June 30, is presented as follows:

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarial value of assets as percentages of			
actuarial accrued liability	55.4%	55.1%	54.4%
Unfunded actuarial accrued liability as			
percentages of covered payroll	287.6%	277.0%	271.7%
Employer contributions as percentages of covered payroll	25.7%	21.9%	19.0%

**B. Louisiana School Employees' Retirement System (LSERS)**

*Plan Description* The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LSERS issues a publicly available financial report that includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225) 925-6484.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

*Funding Policy* Plan members are required to contribute 7.5% of their annual covered salary and the School Board is required to contribute at an actuarially determined rate. The current rate is 30.8% of annual covered payroll. Contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LSERS is set by state statute at the greater of 6% or the actuarially determined required rate. Since the statutory rate has been significantly greater than the actuarially required rate in recent years, employers have accumulated a contribution credit. As such, the School Board's contributions to the LSERS for the years ending June 30, 2012, 2011, and 2010, were \$879,243, \$716,027, and \$524,305, respectively, which is equal to the required contributions each year.

*Trend information* Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Three-year trend information for the years ended June 30, is presented as follows:

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarial value of assets as percentages of actuarial accrued liability	61.6%	61.0%	65.5%
Unfunded actuarial accrued liability as percentages of covered payroll	315.7%	281.8%	235.6%
Employer contributions as percentages of covered payroll	29.8%	17.6%	17.8%

**C. Louisiana Parochial Employees' Retirement System (LPERS)**

*Plan Description* Board members can elect to participate in the LPERS, which provides retirement benefits. Ten years of service credit is required to become vested for retirement benefits. Benefits are established and amended by state statute. The LPERS issues a publicly available financial report that includes financial statements and required supplementary information for the LPERS. That report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (225) 928-1361.

*Funding Policy* Plan members are required to contribute 9.5% of their annual salary and the School Board is required to contribute at an actuarially determined rate. The current rate is 16.75% of covered payroll. The School Board's contributions to the LPERS for the years ending June 30, 2012, 2011, and 2010, were \$0, \$756, and \$1,071, respectively, equal to the required contributions each year.

*Trend information* Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Three-year trend information for the years ended December 31, is presented as follows:

	<u>2011</u>	<u>2010</u>	<u>2009</u>
Actuarial value of assets as percentages of actuarial accrued liability	98.5%	98.0%	97.6%
Unfunded actuarial accrued liability as percentages of covered payroll	6.68%	8.37%	10.0%
Employer contributions as percentages of covered payroll	15.7%	15.6%	15.2%

**9. INTERFUND ACTIVITIES**

The following is a summary of interfund receivables and payables at June 30, 2012:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Non-major special revenue funds	\$ 724,797
		<u>\$ 724,797</u>

Generally, interfund receivables/payables result from overdrafts of the common cash pool.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

The following is a summary of interfund transfers for the year ended June 30, 2012

<u>Receiving Fund</u>	<u>Paying Fund</u>	<u>Amount</u>
General Fund	Non-major special revenue funds	\$ 496,581
General Fund	School Food Service Fund	346,177
Non-major special revenue funds	General Fund	<u>77,172</u>
		<u>\$ 919,930</u>

Generally, interfund transfers result from the 1) reimbursement of indirect costs from federal programs to the General Fund, or 2) reimbursement to other funds for expenditures paid on behalf of the General Fund. Additionally, a budgeted transfer was made to the Internal Service Fund.

**10. LONG-TERM OBLIGATIONS**

The following is a summary of the long-term obligation transactions for the year ended June 30, 2012

	<u>Bonded Debt</u>	<u>Compensated Absences</u>	<u>OPEB Liability</u>	<u>Total</u>
Long-term obligations at beginning of year	\$ 40,525,000	\$ 1,033,274	\$ 19,145,189	\$ 60,703,463
Additions	11,139,000	584,401	6,523,308	18,246,709
Deductions	<u>(3,087,000)</u>	<u>(715,781)</u>	<u>(2,589,694)</u>	<u>(6,392,475)</u>
Long-term obligations at end of year	<u>\$ 48,577,000</u>	<u>\$ 901,894</u>	<u>\$ 23,078,803</u>	<u>\$ 72,557,697</u>
Due within one year	<u>\$ 2,239,000</u>	<u>\$ 715,781</u>	<u>\$ 2,589,694</u>	<u>\$ 5,544,475</u>

**General Obligation Bonds**

All School Board bonds outstanding at June 30, 2012, are general obligation bonds with maturities from 2013 to 2031 and interest rates from 2.0% to 4.95%. Bond principal and interest payable in the next fiscal year are \$2,239,000 and \$1,857,180, respectively. Proceeds of these bonds are restricted to construction projects as outlined in the related parish-wide elections authorizing the issuance of the bonds. The individual issues are as follows:

<u>Bond Issue</u>	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
Series 2004	\$ 5,000,000	3.34-3%	2024	\$ 947,346	\$ 3,570,000
Series 2005A	6,450,000	3.8%	2018	573,215	4,145,000
Series 2007	2,000,000	4.1%	2019	219,513	1,420,000
Series 2009	10,000,000	1.0-4.95%	2029	4,323,554	9,105,000
Series 2009A	10,000,000	1.25-4.3%	2029	3,802,738	9,320,000
Series 2010	10,000,000	3.0-4.125%	2030	4,110,850	10,000,000
Series 2011 Refunding	1,339,000	2.4	2021	155,280	1,217,000
Series 2012	9,800,000	2.0-3.6%	2030	3,572,887	9,800,000
	<u>\$ 54,589,000</u>			<u>\$ 17,705,383</u>	<u>\$ 48,577,000</u>

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish (or other as indicated).

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

At June 30, 2012 the School Board has accumulated \$5,060,035 in the debt service fund for future debt requirements. The bonds are due as follows:

<u>Year Ending June 30,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2013	\$ 2,239,000	\$ 1,857,180	\$ 4,096,180
2014	2,708,000	1,727,196	4,435,196
2015	2,836,000	1,633,628	4,469,628
2016	2,974,000	1,535,149	4,509,149
2017	3,107,000	1,430,704	4,537,704
2018-2022	13,148,000	5,619,115	18,767,115
2023-2027	13,335,000	3,243,593	16,578,593
2028-2031	8,230,000	658,818	8,888,818
Total	<u>\$ 48,577,000</u>	<u>\$ 17,705,383</u>	<u>\$ 66,282,383</u>

In accordance with R S 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50% of the assessed value of taxable property. At June 30, 2012, the statutory limit is approximately \$128 million.

#### **11. EQUITY RESTRICTIONS**

As discussed in Note 1(P), the School Board receives the proceeds of two one-cent sales taxes which are dedicated to employee salaries and benefits. Revenues from these taxes and the related expenditures are recorded in the Sales Tax Fund and the resulting fund balance is considered restricted for future salaries.

As discussed in Note 2, certain property tax millages are restricted as to use. The two Maintenance and Operating millages are restricted for facilities maintenance and certain educational items. Revenues from these millages and the related expenditures are recorded in the Operations and Maintenance Fund and the resulting fund balance is considered restricted for future maintenance. There is also a Bond and Interest millage dedicated to debt service which is recorded in the Debt Service Fund and the resulting fund balance is considered restricted for future debt service.

As discussed in Note 10, proceeds of general obligation bonds authorized in parish-wide elections held in 1997 and 2008 are restricted to certain construction projects as outlined in the tax propositions. The proceeds of the bonds are recorded in the Capital Projects Fund and the resulting fund balance in the Capital Projects Fund is considered restricted for future construction projects.

It is the Board's policy to set aside five percent of revenues for contingencies. This amount was recorded as committed fund balance in the General Fund at June 30, 2012.

#### **12. RISK MANAGEMENT**

The School Board maintains insurance coverage through commercial insurance carriers for liability, errors and omissions, employee bonds, and property insurance. The School Board is partially self-insured for workers' compensation claims.

An internal service fund was established to fund workers' compensation claims through interfund premiums, which are based primarily on the individual fund's payroll. Rates are determined by the School Board in consultation with its insurance expert. These premiums are reported as expenditures in the individual funds. No premiums were paid by the various funds during the year as it was determined that the self-insurance fund maintained adequate reserves. An insurance policy covers individual claims in excess of \$175,000. There were no instances during the past three years where settlements exceeded insurance coverage.



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate, in consultation with its insurance expert, based on analysis of the known claims and historical loss data.

Changes in the liability for estimated workers' compensation claims for the years ended June 30, 2012 and 2011 is as follows:

	<u>2012</u>	<u>2011</u>
Liability at beginning of year	\$ 459,610	\$ 621,719
Claims accrued	306,803	422,235
Claims paid	<u>(313,200)</u>	<u>(584,344)</u>
Liability at end of year	<u>\$ 453,213</u>	<u>\$ 459,610</u>

### **13. LITIGATION, CLAIMS, AND OTHER CONTINGENT LIABILITIES**

The School Board is a defendant in a number of lawsuits arising principally in the normal course of operations. In the opinion of the School Board and legal counsel, the outcomes of these lawsuits will not have a material adverse effect on the accompanying basic financial statements and, accordingly, no provision for losses has been recorded.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applied funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, however, the School Board expects such amounts, if any, to be immaterial.

Under the Internal Revenue Code, interest earned on debt proceeds in excess of interest expense prior to the disbursement of such proceeds (called "arbitrage") must be rebated to the Internal Revenue Service. Management believes there is no arbitrage rebate liability at year end.

### **14. COMMITMENTS**

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year end and outstanding encumbrances are re-appropriated in the next year. At June 30, 2012, the School Board had outstanding purchase orders in the amount of approximately \$796.

The School Board is committed under several construction contracts that is to be paid from the Capital Projects Fund as the construction projects progress. At June 30, 2012, there were remaining commitments of \$1,504,174 related to these contracts. This amount is included in the restricted fund balance in the Capital Projects Fund.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (continued)**

**15. OTHER POST-EMPLOYMENT BENEFITS**

Plan Description In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through Office of Group Benefits, whose monthly premiums are paid jointly by the employee and by the School Board. The cost of retiree benefits included in these expenditures.

Funding Policy The contribution requirements of plan members and the School Board are established and may be amended by LA R S 42:801-883. Employees do not contribute to their other post employment benefits cost until they become retirees and begin receiving those benefits. The healthcare and life insurance premiums are paid 25% by the retiree and 75% by the employer.

The plan is currently financed on a pay-as-you-go basis, with the School Board contributing \$2,589,694 for 337 retirees and \$2,329,128 for 334 retirees during the years ended June 30, 2012 and 2011, respectively.

Annual Required Cost and Liability The School Board's Annual Required Contribution ("ARC") is an amount actuarially-determined in accordance with GASB 45, which was implemented prospectively beginning in fiscal 2009. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize the beginning Unfunded Actuarial Liability ("UAL") over a period of 30 years. A 30-year, closed amortization period has been used with a level-dollar amortization factor. The total ARC for the fiscal year 2012 is \$5,757,500 which consists of normal cost of \$2,670,000 and amortization of UAL of \$3,087,500.

The following table presents the School Board's OPEB obligation for the year ended June 30, 2012.

Beginning OPEB obligation at July 1, 2011	\$ 19,145,189
Annual Required Contribution	5,757,500
Interest on prior year obligation	765,808
Annual OPEB cost	<u>6,523,308</u>
Less: current year premiums paid	(2,589,694)
Increase in net OPEB obligation	3,933,614
Ending net OPEB obligation at June 30, 2012	<u><u>\$ 23,078,803</u></u>

Utilizing the pay-as-you-go method, the School Board contributed 39.7% of the annual OPEB cost during 2012.

Funded Status and Funding Progress Since the plan is not funded, the School Board's entire actuarial accrued liability of \$76,234,700 was unfunded. See Exhibit 3 for funding progress of the plan.

Actuarial Methods and Assumptions Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Notes to the Financial Statements (concluded)**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2011 actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses). An annual healthcare cost trend rate was used, using an initial rate of 9.0% for pre-Medicare participants and 10.1% for Medicare-Eligible participants, both reduced by decrements to an ultimate rate of 5.0% after twelve years. The actuarial assumptions used a payroll growth rate of 3.0%. The RP 2000 Mortality Table was used in the actuarial calculation. Disability rates for employees ranged from .03% for employees age 20 to 1.54% for employees over the age of 65. The actuarial assumptions used for withdrawal rates and retirement rates differ by employment group. Withdrawal rates ranged from 10% for teachers age 20 to 2.0% for teachers age 60 and 16.0% other-employees age 20 to 1.6% for other-employees age 60. Retirement rates ranged from 3.0% for teachers age 45 to 100% for teachers aged 75 and 0.0% other-employees age 45 to 100% for other-employees age 75. The remaining amortization period at June 30, 2012 was 26 years.

**16. SUBSEQUENT EVENTS**

The School Board evaluated its June 30, 2012 financial statements for subsequent events through December 30, 2012, the date the financials were available to be issued. The School Board is not aware of any additional subsequent events which would require recognition or disclosure in the financial statements.

# **REQUIRED SUPPLEMENTARY INFORMATION**

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Exhibit 1**

**Budgetary (GAAP Basis) Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2012**

	Budgeted Amounts			Variance Over (Under)
	Original	Final	Actual	
<b>Revenues</b>				
Local sources				
Ad valorem taxes	\$ 1,033,417	\$ 1,654,070	\$ 1,543,217	\$ (110,853)
Sales and use taxes	-	-	-	-
Interest earnings	41,500	30,120	35,228	5,108
Other	88,100	120,688	166,264	45,576
State sources				
Equalization	37,295,405	37,295,405	37,030,665	(264,740)
Other	130,992	765,771	639,365	(126,406)
Federal sources	-	43,271	4,538	(38,733)
<b>Total revenues</b>	<b>38,589,414</b>	<b>39,909,325</b>	<b>39,419,277</b>	<b>(490,048)</b>
<b>Expenditures</b>				
Instruction				
Regular programs	16,382,223	16,890,404	16,052,038	838,366
Special education programs	3,959,876	4,315,435	4,202,191	113,244
Vocational educational programs	1,441,568	1,450,549	1,406,876	43,673
Other instructional programs	1,158,234	1,374,017	1,339,742	34,275
Special programs	136,283	151,020	305,168	(154,148)
Adult and continuing education programs	12,946	36,141	23,307	12,834
Support services				-
Student services	2,234,482	2,366,907	2,175,162	191,745
Instructional staff support	1,731,105	2,011,777	1,764,477	247,300
General administration	1,281,525	1,281,180	1,333,979	(52,799)
School administration	2,549,714	2,708,552	2,535,933	172,619
Business administration	447,870	461,519	426,085	35,434
Plant services	-	-	48,264	(48,264)
Student transportation services	3,308,648	3,509,921	3,293,240	216,681
Central services	839,664	695,138	687,840	7,298
Food services	-	-	171,551	(171,551)
Community service programs	12,530	12,530	12,530	-
Facilities acquisition and construction	159,104	169,104	45,886	123,218
Debt service	-	-	-	-
<b>Total expenditures</b>	<b>35,655,772</b>	<b>37,434,194</b>	<b>35,824,269</b>	<b>1,609,925</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,933,642</b>	<b>2,475,131</b>	<b>3,595,008</b>	<b>1,119,877</b>
<b>Other financing sources (uses)</b>				
Proceeds of sale of capital assets	-	5,281	18,897	13,616
Operating transfers in	155,588	370,430	496,581	126,151
Operating transfers out	(1,125,841)	(847,737)	(423,349)	424,388
<b>Total other financing sources (uses)</b>	<b>(970,253)</b>	<b>(472,026)</b>	<b>92,129</b>	<b>564,155</b>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<b>1,963,389</b>	<b>2,003,105</b>	<b>3,687,137</b>	<b>1,684,032</b>
<b>Fund balances - beginning of year</b>	<b>15,243,621</b>	<b>15,243,621</b>	<b>15,243,621</b>	<b>-</b>
<b>Fund balances - end of year</b>	<b>\$ 17,207,010</b>	<b>\$ 17,246,726</b>	<b>\$ 18,930,758</b>	<b>\$ 1,684,032</b>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Exhibit 2**

**Budgetary (GAAP Basis) Comparison Schedule**  
**Major Special Revenue Fund - School Food Service**  
**For the Year Ended June 30, 2012**

	Budgeted Amounts			Variance Over/ (Under)
	Original	Final	Actual	
<b>Revenues</b>				
Local sources				
Interest earnings	\$ 400	\$ 300	\$ 364	\$ 64
Food services	481,500	496,000	507,650	11,650
Other	-	-	200	200
State sources				
Equalization	40,222	40,222	40,222	-
Federal sources	1,592,165	1,663,588	1,748,995	85,407
Total revenues	2,114,287	2,200,110	2,297,431	97,321
<b>Expenditures</b>				
Food services	2,704,339	2,842,792	2,643,608	199,184
Total expenditures	2,704,339	2,842,792	2,643,608	199,184
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(590,052)	(642,682)	(346,177)	296,505
<b>Other financing sources (uses)</b>				
Operating transfers in	590,052	642,682	346,177	(296,505)
Total other financing sources (uses)	590,052	642,682	346,177	(296,505)
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	-	-	-	-
<b>Fund balances - beginning of year</b>	382,223	382,223	382,223	-
<b>Fund balances - end of year</b>	\$ 382,223	\$ 382,223	\$ 382,223	\$ -

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Exhibit 3**

**Budgetary (GAAP Basis) Comparison Schedule**  
**Sales Tax Fund**  
**For the Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Over (Under)
	Original	Final		
<b>Revenues</b>				
Local sources				
Sales and use taxes	\$ 8,272,336	\$ 10,073,242	\$ 11,237,688	\$ 1,164,446
Total revenues	8,272,336	10,073,242	11,237,688	1,164,446
<b>Expenditures:</b>				
Instruction				
Regular programs	3,399,306	4,735,580	4,794,609	(59,029)
Special education programs	894,818	1,273,970	1,342,021	(68,051)
Vocational educational programs	279,742	379,126	362,873	16,253
Other instructional programs	88,628	62,346	150,820	(88,474)
Special programs	19,464	73,833	96,375	(22,542)
Adult and continuing education programs	2,942	6,890	15,430	(8,540)
Support services				
Student services	458,140	616,030	621,094	(5,064)
Instructional staff support	352,964	484,633	489,944	(5,311)
General administration	233,342	295,003	308,217	(13,214)
School administration	540,226	758,300	760,632	(2,332)
Business administration	85,576	112,855	113,425	(570)
Plant services	406,952	582,353	574,083	8,270
Student transportation services	426,856	676,287	667,097	9,190
Central services	142,914	190,972	187,539	3,433
Food services	275,462	505,042	498,394	6,648
Total expenditures	7,607,332	10,753,220	10,982,553	(229,333)
Excess (deficiency) of revenues over (under) expenditures	665,004	(679,978)	255,135	935,113
Fund balances - beginning of year	979,974	979,974	979,974	-
Fund balances - end of year	\$ 1,644,978	\$ 299,996	\$ 1,235,109	\$ 935,113

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Exhibit 3**

**Budgetary (GAAP Basis) Comparison Schedule**  
**Operations and Maintenance Fund**  
**For the Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Over (Under)
	Original	Final		
<b>Revenues</b>				
Local sources				
Ad valorem taxes	\$ 5,395,162	\$ 6,350,608	\$ 5,887,944	\$ (462,664)
Other	-	-	5,713	5,713
State sources				
Other	253,000	253,000	258,105	5,105
<b>Total revenues</b>	<b>5,648,162</b>	<b>6,603,608</b>	<b>6,151,762</b>	<b>(451,846)</b>
<b>Expenditures</b>				
Instruction				
Regular programs	-	653,800	614,388	39,412
Special education programs	-	25,000	25,277	(277)
Vocational educational programs	-	74,000	72,737	1,263
Other instructional programs	-	4,500	4,476	24
Support services				
Student services	-	1,100	1,160	(60)
Instructional staff support	-	75,314	76,232	(918)
Business administration	-	19,993	19,993	-
Plant services	4,939,558	5,128,406	4,336,277	792,129
Central services	-	199,175	185,700	13,475
Facilities acquisition and construction	426,196	283,184	192,751	90,433
<b>Total expenditures</b>	<b>5,365,754</b>	<b>6,464,472</b>	<b>5,528,991</b>	<b>935,481</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>282,408</b>	<b>139,136</b>	<b>622,771</b>	<b>483,635</b>
<b>Other financing sources (uses)</b>				
Proceeds of sale of capital assets	-	-	50,405	50,405
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>50,405</b>	<b>50,405</b>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<b>282,408</b>	<b>139,136</b>	<b>673,176</b>	<b>534,040</b>
<b>Fund balances - beginning of year</b>	<b>191,044</b>	<b>191,044</b>	<b>191,044</b>	<b>-</b>
<b>Fund balances - end of year</b>	<b>\$ 473,452</b>	<b>\$ 330,180</b>	<b>\$ 864,220</b>	<b>\$ 534,040</b>



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Exhibit 5**

**Schedule of Funding Progress**  
**Other Post-Employment Benefits**

Actuall Valuation Date	Actuall Value of Assets ( a )	Actuall Accrued Liability (AAL) ( b )	Unfunded AAL (UAAL) ( b - a )	Funded Ratio ( a / b )
07/01/08	\$ -	\$ 124,713,400	\$ 124,713,400	0%
07/01/09	-	106,241,300	106,241,300	0%
07/01/10	-	102,262,600	102,262,600	0%
07/01/11	-	76,234,700	76,234,700	0%

**BEAUREGARD PARISH SCHOOL BOARD  
DeRidder, Louisiana**

**Notes to the Required Supplementary Information  
As of and for the Year Ended June 30, 2012**

**1. BUDGETS**

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental, or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting.

Budgets are prepared for all governmental funds of the School Board. The budgets are prepared on the modified accrual basis of accounting (GAAP). Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget, that is, total budgeted revenues and other financing sources (including fund balance) must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function.

# **SUPPLEMENTAL INFORMATION SCHEDULES**

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Schedule 1**

**Combining Balance Sheet - Nonmajor Governmental Funds by Type**  
**June 30, 2012**

	Special Revenue Funds	Total Nonmajor Governmental Funds
<b>Assets and other debits.</b>		
<b>Assets</b>		
Equity in pooled cash and investments	\$ 10,572	\$ 10,572
Receivables	745,763	745,763
<b>Total assets</b>	<b>\$ 756,335</b>	<b>\$ 756,335</b>
<b>Liabilities and fund balances</b>		
<b>Liabilities</b>		
Accounts, salaries, and other payables	\$ 17,371	\$ 17,371
Interfund payable	724,797	724,797
<b>Total liabilities</b>	<b>742,168</b>	<b>742,168</b>
<b>Fund balances</b>		
Reserved for		
Federal programs	14,167	14,167
<b>Total fund balances</b>	<b>14,167</b>	<b>14,167</b>
<b>Total liabilities and fund balances</b>	<b>\$ 756,335</b>	<b>\$ 756,335</b>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Schedule 2**

**Combining Schedule of Revenues, Expenditures, and Changes  
in Fund Balances - Nonmajor Governmental Funds  
For the Year Ended June 30, 2012**

	Special Revenue Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>		
Local sources		
Other	\$ 189,143	\$ 189,143
Federal sources	3,809,318	3,809,318
Total revenues	<u>3,998,461</u>	<u>3,998,461</u>
<b>Expenditures</b>		
Instruction		
Regular programs	484,699	484,699
Special education programs	652,343	652,343
Vocational educational programs	57,538	57,538
Other instructional programs	181,449	181,449
Special programs	1,217,851	1,217,851
Adult and continuing education programs	38,262	38,262
Support services		
Student services	475,486	475,486
Instructional staff support	636,302	636,302
School administration	100	100
Student transportation services	243	243
Community services	47,174	47,174
Central services	3,375	3,375
Total expenditures	<u>3,794,822</u>	<u>3,794,822</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	203,639	203,639
<b>Other financing sources (uses)</b>		
Transfers in	77,172	77,172
Transfers out	(496,581)	(496,581)
Total other financing sources (uses)	<u>(419,409)</u>	<u>(419,409)</u>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	(215,770)	(215,770)
<b>Beginning fund balances</b>	<u>229,937</u>	<u>229,937</u>
<b>Ending fund balances</b>	<u>\$ 14,167</u>	<u>\$ 14,167</u>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**June 30, 2012**

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**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Nonmajor Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are restricted to expenditure for particular purposes. The non-major special revenue funds consist of individual federal grant programs. Following is a description of the significant programs.

**Edujobs** One-time Federal program that provides funds to help stabilize state and local education district budgets. It is used for salaries and benefits to help save/create education jobs.

**Title I** Federal program that provides funds for instructional activities and services to meet the educational needs of educationally deprived students. School must qualify as economically deprived. A qualified school may offer services to all students kindergarten through fifth grade. Services are offered at the following locations: Carver Elementary, Pinewood Elementary, East Beauregard Elementary, Hyatt High, Merryville High, Singer High, KR Hanchey Elementary, and South Beauregard Elementary.

**Title II** Federal program that focuses on reducing class sizes and preparing, training, and recruiting high-quality teachers. Serves all schools and grades.

**Title IV** Federal program that provides funds to implement drug abuse education and prevention programs. Serves all grades and all schools.

**Individuals with Disabilities Education Act (IDEA)** Federal program that provides materials and supplies, equipment and related services. Serves special education population students age 3-22 at all schools.

**Preschool** Federal program that provides materials and supplies, equipment and related services. Serves special education population students age 3-5 at all k-12 schools and KR Hanchey Elementary.

**Medicaid** Generated by services provided by the school board for families of Medicaid recipients (for example, speech or occupational therapy). Serves Medicaid recipients and special education population in all schools.

**Vocational Education Basic (Carl Perkins)** Federal program that provides funds to implement a vigorous program to students pursuing a vocation.

**Adult Education** To make available to educationally disadvantaged adults, an opportunity to acquire basic literacy skills necessary to function in society and become more employable, productive, and responsible citizens.

**JROTC** A high school course given during regular school hours. Covers history, government, technology awareness, and current events. Services provided at DeRidder High School, East Beauregard High School, and South Beauregard High School.

**Enhancing Education Through Technology** Federal program to improve student achievement through the use of technology.

BEAUREGARD PARISH SCHOOL BOARD  
DeRidder, Louisiana

Schedule 3

Combining Balance Sheet - Nonmajor Special Revenue Funds  
June 30, 2012

	Edujobs	Title I	Title II	Enhancing Ed Thru Technology	Title IV	IDEA	Preschool	Hurricane Impact Aid	Adult Education
<b>Assets</b>									
Equity in pooled cash and investments	\$ -	\$ -	\$ -	\$ 859	\$ -	\$ -	\$ -	\$ 2,807	\$ -
Receivables	-	345,728	126,740	-	39	234,383	10,848	-	7,900
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 345,728</b>	<b>\$ 126,740</b>	<b>\$ 859</b>	<b>\$ 39</b>	<b>\$ 234,383</b>	<b>\$ 10,848</b>	<b>\$ 2,807</b>	<b>\$ 7,900</b>
<b>Liabilities and fund equity</b>									
<b>Liabilities</b>									
Accounts, salaries, and other payables	\$ -	\$ 520	\$ -	\$ -	\$ -	\$ 8,590	\$ -	\$ -	\$ -
Due to General Fund	-	345,208	126,740	-	39	225,793	10,848	-	5,680
<b>Total liabilities</b>	<b>-</b>	<b>345,728</b>	<b>126,740</b>	<b>-</b>	<b>39</b>	<b>234,383</b>	<b>10,848</b>	<b>-</b>	<b>5,680</b>
<b>Fund equity</b>									
Fund balances									
Reserved for federal programs	-	-	-	859	-	-	-	2,807	2,220
<b>Total liabilities and fund equity</b>	<b>\$ -</b>	<b>\$ 345,728</b>	<b>\$ 126,740</b>	<b>\$ 859</b>	<b>\$ 39</b>	<b>\$ 234,383</b>	<b>\$ 10,848</b>	<b>\$ 2,807</b>	<b>\$ 7,900</b>



Combining Balance Sheet - Nonmajor Special Revenue Funds (Continued)  
June 30, 2012

	Carl Perkins	Ensuring Literacy For All	Homeless (ARRA)	JROTC	Medicaid- Nurses	Medicaid- Direct Services	Title I- Local	Totals
<b>Assets</b>								
Equity in pooled cash and investments	\$ -	\$ 5,696	\$ -	\$ (6,140)	\$ 2,087	\$ 1,254	\$ 4,009	\$ 10,572
Receivables	10,489	-	-	6,140	-	3,496	-	745,763
<b>Total assets</b>	<u>\$ 10,489</u>	<u>\$ 5,696</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,087</u>	<u>\$ 4,750</u>	<u>\$ 4,009</u>	<u>\$ 756,335</u>
<b>Liabilities and fund equity</b>								
<b>Liabilities</b>								
Accounts, salaries, and other payables	\$ -	\$ -	\$ -	\$ -	\$ 2,087	\$ 4,750	\$ 1,424	\$ 17,371
Due to General Fund	10,489	-	-	-	-	-	-	724,797
<b>Total liabilities</b>	<u>10,489</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,087</u>	<u>4,750</u>	<u>1,424</u>	<u>742,168</u>
<b>Fund equity</b>								
<b>Fund balances</b>								
Reserved for federal programs	-	5,696	-	-	-	-	2,585	14,167
<b>Total liabilities and fund equity</b>	<u>\$ 10,489</u>	<u>\$ 5,696</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,087</u>	<u>\$ 4,750</u>	<u>\$ 4,009</u>	<u>\$ 756,335</u>

Combining Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2012

	Edujobs	Title I	Title II	Enhancing Ed Thru Technology	Title IV	IDEA	Preschool	Hurricane Impact Aid	Adult Education
<b>Revenues</b>									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	29,115	1,561,982	382,368	43	39	1,560,343	58,064	-	38,262
Total revenues	29,115	1,561,982	382,368	43	39	1,560,343	58,064	-	38,262
<b>Expenditures</b>									
Instruction									
Regular programs	29,115	4,932	291,495	-	-	159,157	-	-	-
Special education programs	-	7,355	-	-	-	603,362	7,963	-	-
Vocational educational programs	-	-	-	-	-	-	-	-	-
Other instructional programs	-	9,474	-	-	-	19,738	-	-	-
Special programs	-	1,217,834	-	-	-	-	-	-	-
Adult and continuing education programs	-	-	-	-	-	-	-	-	38,262
Support services									
Student services	-	13,513	-	-	39	301,166	8,351	-	-
Instructional staff support	-	156,607	59,973	43	-	361,299	37,432	-	-
School administration	-	-	100	-	-	-	-	-	-
Student transportation services	-	-	-	-	-	243	-	-	-
Central services	-	38,669	2,508	-	-	4,110	-	-	-
Community services	-	-	-	-	-	-	-	-	-
Total expenditures	29,115	1,448,384	354,076	43	39	1,449,075	53,746	-	38,262
<b>Excess (deficiency) of revenues over (under) expenditures</b>		113,598	28,292	-	-	111,268	4,318	-	-
<b>Other financing sources (uses)</b>									
Transfers in	-	-	-	-	-	929	-	-	-
Transfers out	-	(113,598)	(28,292)	-	-	(112,197)	(4,318)	-	-
Total other financing sources (uses)	-	(113,598)	(28,292)	-	-	(111,268)	(4,318)	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	-	-	-	-	-	-	-	-	-
<b>Beginning fund balances</b>	-	-	-	859	-	-	-	2,807	2,220
<b>Ending fund balances</b>	\$ -	\$ -	\$ -	\$ 859	\$ -	\$ -	\$ -	\$ 2,807	\$ 2,220

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Schedule 4**

**Combining Schedule of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Special Revenue Funds (continued)  
For the Year Ended June 30, 2012**

	Carl Perkins	Ensuring Literacy For All	Homeless (ARRA)	JROTC	Medicaid- Nurses	Medicaid- Direct Services	Title I- Local	Total
<b>Revenues</b>								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 139,873	\$ 42,143	\$ 7,127	\$ 189,143
Federal sources	64,876	-	1,469	112,757	-	-	-	3,809,318
Total revenues	64,876	-	1,469	112,757	139,873	42,143	7,127	3,998,461
<b>Expenditures</b>								
Instruction								
Regular programs	-	-	-	-	-	-	-	484,699
Special education programs	-	-	-	-	-	33,663	-	652,343
Vocational educational programs	57,538	-	-	-	-	-	-	57,538
Other instructional programs	-	-	-	152,237	-	-	-	181,449
Special programs	-	-	17	-	-	-	-	1,217,851
Adult and continuing education programs	-	-	-	-	-	-	-	38,262
Support services								
Student services	760	-	1,450	-	113,354	36,853	-	475,486
Instructional staff support	6,578	-	-	-	325	8,390	5,655	636,302
School administration	-	-	-	-	-	-	-	100
Student transportation services	-	-	-	-	-	-	-	243
Central services	-	-	-	-	1,887	-	-	47,174
Community services	-	-	-	-	-	-	3,375	3,375
Total expenditures	64,876	-	1,467	152,237	115,566	78,906	9,030	3,794,822
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	2	(39,480)	24,307	(36,763)	(1,903)	203,639
<b>Other financing sources (uses)</b>								
Transfers in	-	-	-	39,480	-	36,763	-	77,172
Transfers out	-	-	(2)	-	(238,174)	-	-	(496,581)
Total other financing sources (uses)	-	-	(2)	39,480	(238,174)	36,763	-	(419,409)
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	-	-	-	-	(213,867)	-	(1,903)	(215,770)
<b>Beginning fund balances</b>	-	5,696	-	-	213,867	-	4,488	229,937
<b>Ending fund balances</b>	\$ -	\$ 5,696	\$ -	\$ -	\$ -	\$ -	\$ 2,585	\$ 14,167

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Agency Fund**

*Agency funds account for assets held in a fiduciary capacity by the School Board*

**School Activity Funds**

*The School Activity Funds account for monies generated by the individual schools and school organizations within the parish. While these accounts are under the supervision of the School Board, they belong to the individual schools, related organizations, or student bodies and are not available for use by the School Board.*

Schedule of Changes in Assets and Liabilities - Agency Fund  
June 30, 2012

	STUDENT ACTIVITY FUND			
	Beginning Balance	Additions	Deductions	Ending Balance
<b>Assets</b>				
Cash and cash equivalents	\$ 804,891	\$ 2,257,316	\$ (2,265,541)	\$ 796,666
Total assets	<u>\$ 804,891</u>	<u>\$ 2,257,316</u>	<u>\$ (2,265,541)</u>	<u>\$ 796,666</u>
<b>Liabilities</b>				
Deposits due others	\$ 804,891	\$ 2,257,316	\$ (2,265,541)	\$ 796,666
Total liabilities	<u>\$ 804,891</u>	<u>\$ 2,257,316</u>	<u>\$ (2,265,541)</u>	<u>\$ 796,666</u>

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**

**Schedule 6**

**Schedule of Changes in Deposits Due Others -  
School Activity Agency Fund  
For the Year Ended June 30, 2012**

<u>School</u>	<u>Balance at Beginning of Year</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at End of Year</u>
Beauregard Alternative School	\$ 22,663	\$ 6,969	\$ (6,199)	\$ 23,433
G W Carver Elementary School	27,385	58,181	(62,865)	22,701
DeRidder High School	190,865	514,466	(511,089)	194,242
DeRidder Junior High School	19,007	201,681	(177,718)	42,970
East Beauregard Elementary School	45,761	62,643	(69,482)	38,922
East Beauregard High School	107,250	294,092	(326,939)	74,403
K R. Hanchey Elementary School	27,255	76,124	(85,788)	17,591
Merryville High School	50,684	196,805	(207,915)	39,574
Pinewood Elementary School	92,009	97,737	(101,127)	88,619
Singer High School	51,193	124,034	(135,426)	39,801
South Beauregard Elementary School	16,365	110,065	(95,714)	30,716
South Beauregard High School	154,454	514,519	(485,279)	183,694
	<u>\$ 804,891</u>	<u>\$ 2,257,316</u>	<u>\$ (2,265,541)</u>	<u>\$ 796,666</u>

**BEAUREGARD PARISH SCHOOL BOARD  
DeRidder, Louisiana**

**Schedule 7**

**Schedule of Compensation Paid Board Members  
For the Year Ended June 30, 2012**

<u>MEMBERS</u>	<u>AMOUNT</u>
Jimmy Barrett	\$ 8,400
Randy Brown	8,400
Kathy Brunner	8,400
Jerry Cooley	9,000
Don Gray	8,400
Russell Havens	8,400
Charles Hudson	8,400
Damn Manuel	8,400
Wesley Taylor	8,400
David Vidne	9,000
	<u>\$ 85,200</u>

**REPORTS AND ADDITIONAL  
INFORMATION REQUIRED BY  
*GOVERNMENT AUDITING  
STANDARDS AND  
SINGLE AUDIT ACT  
AMENDMENTS OF 1996***





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## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Beauregard Parish School Board  
DeRidder, Louisiana

I have audited the financial statements of governmental activities, the major funds, and the aggregate remaining fund information of the Beauregard Parish School Board as of and for the year ended June 30, 2012, which collectively comprise the Board's basic financial statements and have issued my report thereon dated December 30, 2012. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

Management of Beauregard Parish School Board is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing my audit, I considered the School Board's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal controls over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the School Board's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected, on a timely basis.

My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

### Compliance and Other Matters

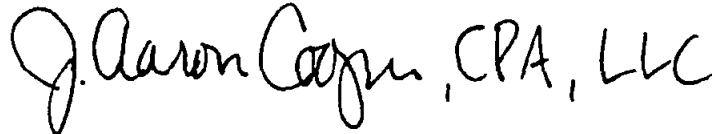
As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as Item 2012-1(C).

Beauregard Parish School Board

Page 2

The School Board's response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. I did not audit the School Board's response and, accordingly, I express no opinion on it.

This report is intended solely for the information and use of the Beauregard Parish School Board, the School Board's management, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "J. Aaron Cooper, CPA, LLC". The signature is written in a cursive, flowing style.

DeRidder, Louisiana

December 30, 2012



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND  
MATERIAL EFFECT ON EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Beauregard Parish School Board  
DeRidder, Louisiana

Compliance

I have audited the compliance of the Beauregard Parish School Board with the types of compliance requirements described in the "U S Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" that are applicable to its major federal program for the year ended June 30, 2012. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs is the responsibility of the School Board's management. My responsibility is to express an opinion on the School Board's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the School Board's compliance with those requirements.

In my opinion the Beauregard Parish School Board complied, in all material respects, with the compliance requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2012.

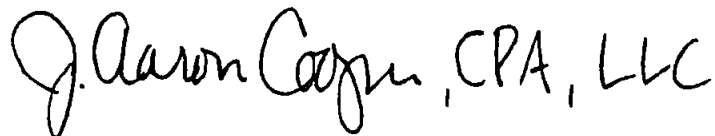
Internal Control Over Compliance

The management of the Beauregard Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the School Board's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

My consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Beauregard Parish School Board, the School Board's management, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

J. Aaron Cooper, CPA, LLC

DeRidder, Louisiana  
December 30, 2012

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2012**

<u>Federal Grantor/Pass-through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>
<b>United States Department of Agriculture</b>			
Passed through Louisiana Department of Education			
Child Nutrition Cluster			
National School Lunch Program	10 555	N/A	\$ 1,215,652
School Breakfast Program	10 553	N/A	378,379
Passed through Louisiana Department of Agriculture and Forestry			
Food Distribution	10 550	N/A	154,963
Total United States Department of Agriculture			<u>1,748,994</u>
<b>United States Department of Education</b>			
Passed through Louisiana Department of Education			
Adult Education - State Grant Program	84 002	28-12-44-06	38,262
Title I Cluster *			
Title I Grants to Local Educational Agencies	84 010	12-T1-06	1,545,994
Title I (ARRA)	84 389	N/A	15,988
Special Education Cluster *			
Individuals with Disabilities Education Act	84 027	12-B1-06	1,524,888
Individuals with Disabilities Education Act (ARRA)	84 391	N/A	35,455
Preschool grants	84 173	12-P1-06	54,830
Preschool grants (ARRA)	84 392	N/A	3,233
Vocational Education - Basic Grants to States	84 048	28-12-02-06	64,876
Enhancing Education Through Technology (ARRA)	84 386	28-12-59-06	43
Improving Teacher Quality State Grants (Title II)	84 367	12-50-06	382,368
Educational Jobs Fund (ARRA)	84 394	N/A	29,115
Drug Free Schools and Communities - State Grants (Title IV)	84 186	28-10-70-06	39
Education for Homeless Children and Youth (ARRA)	84 387	28-09-H2-06	1,469
Total United States Department of Education			<u>3,696,560</u>
<b>United States Department of Defense</b>			
JROTC	12 609	N/A	<u>112,757</u>
Total Expenditures of Federal Awards			<u>\$ 5,558,311</u>

\* Denotes major Federal program

The accompanying notes are an integral part of this schedule

**BEAUREGARD PARISH SCHOOL BOARD**

**DeRidder, Louisiana**

**Notes to the Schedule of Expenditures of Federal Awards**

**For the Year Ended June 30, 2012**

**NOTE 1 – GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Beauregard Parish School Board, DeRidder, Louisiana. The Beauregard Parish School Board (the "School Board") reporting entity is defined in Note 1 to the School Board's financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule.

**NOTE 2 – BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's financial statements.

**NOTE 3 – RELATIONSHIP TO FINANCIAL STATEMENTS**

Federal awards revenues are reported in the School Board's financial statements as follows:

Special Revenue	
School Food Service	\$ 1,748,994
Non-major special revenue funds	<u>3,809,317</u>
Total	\$ <u><u>5,558,311</u></u>

**NOTE 4 – RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

**NOTE 5 – MATCHING REVENUES**

For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

**NOTE 6 – NONCASH PROGRAMS**

The commodities received from the food distribution program, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2012**

**Section I - Summary of Audit Results**

**Financial Statements**

Type of auditors' report issued	Unqualified
Internal control over financial reporting	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

**Federal Awards**

Internal control over compliance	
• Material weaknesses identified?	No
• Reportable conditions identified that are not considered to be material weaknesses?	No
Type of auditors' report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133	No
Identification of major programs	
• Title I Cluster	
• Special Education Cluster	
Dollar threshold used to distinguish between Type A and Type B programs	\$300,000
Auditee qualified as low-risk auditee?	No

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Corrective Action Plan for Current Year Findings**  
**For the Year Ended June 30, 2012**

**Internal Control - N/A**

**Compliance:**

*Finding 2012-1(C)*

Description of Finding The School Board did not comply with state budget law Actual total revenues for the Maintenance and Operating Fund and the Sales Tax Fund as well as actual total expenditures for the Maintenance and Operating Fund did not fall within five percent of the budgeted amounts

Recommendation The School Board should review its budget-to-actual information near year-end and amend as necessary to ensure compliance with state budget law

Management Response Management concurs with the finding and will implement the recommendation

Contact Person Lesia Casanovas, Director of Finance



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Schedule of Prior Year Findings**  
**For the Year Ended June 30, 2012**

**Internal Control:**

*Finding 2011-1(IC)*

Description of Finding The year-end close process for the accounting records needs to be improved. During the close for this year, there was no systematic approach to making all the year-end adjustments that need to be made for audit purposes. As such, several significant adjustments were missed.

Recommendation The School Board should develop a formal close process including checklists to ensure that all necessary adjustments are made. Additionally, the School Board should develop appropriate reconciliation/review procedures to ensure the year-end balances are correct.

Corrective Action Taken Management has improved its close process and reconciliation and review procedures during the audit period. Management intends to create a written procedures manual to include the improved process.

*Finding 2011-2(IC)*

Description of Finding Bank reconciliations are prepared monthly for all bank accounts. The June 30 bank reconciliation for the payroll account properly identified certain items that were dated after year end but were incorrectly recorded in June. Adjustments should have been made to back these transactions out of June and put them in the appropriate month but were not.

Recommendation The School Board should implement a process whereby the Finance Director reviews and approves the bank reconciliations. The preparer of the bank reconciliations should also receive additional training on how to identify and correct errors.

Corrective Action Taken Management has improved its close process and reconciliation and review procedures during the audit period and no adjustments were necessary to the cash balances at year end.

*Finding 2011-3(IC)*

Description of Finding The process for reconciling reimbursement requests for Federal funds to the accounting records needs to be improved. For several programs, the reimbursement requests exceeded actual expenditures (see Finding (2011-1(FIC). This is a repeat finding.

Recommendation The School Board should implement a process whereby the Finance Director reviews and approves the Federal fund reconciliations. The preparer of these reconciliations should also receive additional training on how to identify any differences and correct the reimbursement requests.

Corrective Action Taken Management has improved its close process and reconciliation and review procedures during the audit period and no adjustments were necessary to the federal funds at year end.

**Compliance – N/A**

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Schedule of Prior Year Findings (concluded)**  
**For the Year Ended June 30, 2012**

**Federal Awards – Internal Control over Compliance**

*Finding 2011-1(FIC)*

Description of Finding Due to the issues described in 2011-3(IC), requests for reimbursement on two of the Federal programs exceeded actual expenditures as follows

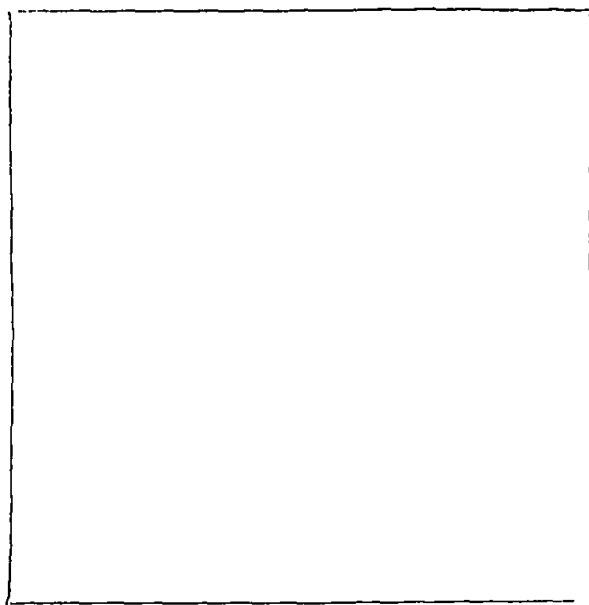
Preschool	\$ 2,567
Enhancing Education Through Technology	859

Additionally, over-requests in the prior year that were not corrected in the current year are as follows

Rural Education Assistance (REAP)	\$ 945
Enhancing Education Through Technology	284

Compliance Requirement Allowable costs/cost principles

Corrective Action Taken Management has improved its close process and reconciliation and review procedures during the audit period The errors in the prior year have been corrected



**BEAUREGARD PARISH SCHOOL BOARD**

**PERFORMANCE MEASURES SCHEDULES**

**For the Year Ended June 30, 2012  
With Independent Accountant's Report  
on Applying Agreed-Upon Procedures**



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## **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES**

Beauregard Parish School Board  
DeRidder, Louisiana

I have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the Beauregard Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the accompanying performance and statistical data and to determine whether the specified schedules are free of obvious errors and omissions as provided by Louisiana Revised Statute 24:514. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

### **General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)**

1. I selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures,
- Total General Fund Equipment Expenditures,
- Total Local Taxation Revenue,
- Total Local Earnings on Investment in Real Property,
- Total State Revenue in Lieu of Taxes,
- Nonpublic Textbook Revenue, and
- Nonpublic Transportation Revenue

No exceptions were noted during the performance of these procedures.

**Education Levels of Public School Staff (Schedule 2)**

- 2 I reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1st

No exceptions were noted during the performance of these procedures

- 3 I reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule

No exceptions were noted during the performance of these procedures

- 4 I obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule I traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule

No exceptions were noted during the performance of these procedures

**Number and Type of Public Schools (Schedule 3)**

- 5 I obtained a list of schools by type as reported on the schedule I compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84 010) application and/or the National School Lunch Program (CFDA 10 555) application

No exceptions were noted during the performance of these procedures

**Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)**

- 6 I obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule

During the testing of experience included in the PEP file, I noted one teacher with an incorrect number of years experience However, the experience was correct in the human resource management system (MUNIS) Management feels that the error was due to certain records that were rejected when uploaded from the payroll system and had to be manually entered Management has taken steps to identify why records are kicked out and will prepare the data to ensure as few manual entries as possible

**Public Staff Data (Schedule 5)**

- 7 I obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule

No exceptions were noted during the performance of these procedures

- 8 I recalculated the average salaries and full-time equivalents reported in the schedule  
No exceptions were noted during the performance of these procedures

Class Size Characteristics (Schedule 6)

- 9 I obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5 I then traced a random sample of 10 classes to the October 1st roll books for those classes and determined if the class was properly classified on the schedule  
No exceptions were noted during the performance of these procedures

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)

- 10 I obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Beauregard Parish School Board  
No exceptions were noted during the performance of these procedures

The Graduation Exit Exam for the 21st Century (Schedule 8)

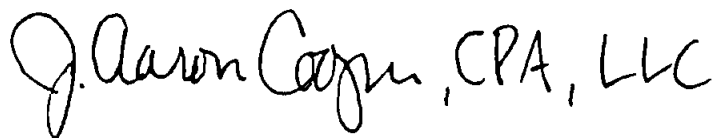
- 11 I obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Beauregard Parish School Board  
No exceptions were noted during the performance of these procedures

The Iowa and iLEAP Tests (Schedule 9)

- 12 I obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Beauregard Parish School Board  
No exceptions were noted during the performance of these procedures

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of Beauregard Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



December 30, 2012

**BEAUREGARD PARISH SCHOOL BOARD****Schedule 1****DeRidder, Louisiana****General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources****For the Year Ended June 30, 2012****General Fund Instructional and Equipment Expenditures****General Fund Instructional Expenditures****Teacher and Student Interaction Activities**

Classroom Teacher Salaries	13,538,801	
Other Instructional Staff Activities	1,779,683	
Employee Benefits	6,997,086	
Purchased Professional and Technical Services	152,193	
Instructional Materials and Supplies	688,274	
Instructional Equipment	24,482	
Total Teacher and Student Interaction Activities		\$ 23,180,519

**Other Instructional Activities**

126,082

**Pupil Support Activities**

2,175,162

**Less Equipment for Pupil Support Activities**

-

**Net Pupil Support Activities**

2,301,244

**Instructional Staff Services**

1,763,891

**Less Equipment for Instructional Staff Services**

-

1,763,891

**Total General Fund Instructional Expenditures**

\$ 27,245,654

**Total General Fund Equipment Expenditures**

\$ 24,482

**Certain Local Revenue Sources****Local Taxation Revenue:**

Constitutional Ad Valorem Taxes	\$ 978,302
Renewable Ad Valorem Taxes	6,097,923
Debt Service Ad Valorem Taxes	3,533,203
Upto 1% of Collections by the Sheriff on Taxes Other than School Taxes	228,964
Sales and Use Taxes	11,237,688
Total Local Taxation Revenue	\$ 22,076,080

**Local Earnings on Investment in Real Property****Earnings from 16th Section Property**

\$ -

**Earnings from Other Real Property**

-

**Total Local Earnings on Investments in Real Property**

\$ -

**State Revenue in Lieu of Taxes****Revenue Sharing - Constitutional Tax**

41,151

**Revenue Sharing - Other Taxes**

20,309

**Revenue Sharing - Excess Portion**

-

**Other Revenue in Lieu of Taxes**

-

**Total State Revenue in Lieu of Taxes**

\$ 61,460

**Nonpublic Textbook Revenue**

\$ -

**Nonpublic Transportation Revenue**

\$ -



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Education Levels of Public School Staff**  
**As of October 1, 2011**

**Schedule 2**

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	0	0 00%	2	33 33%	0	0 00%	0	0 00%
Bachelor's Degree	311	73 18%	3	50 00%	0	0 00%	0	0 00%
Master's Degree	87	20 47%	1	16 67%	13	68 42%	0	0 00%
Master's Degree + 30	22	5 18%	0	0 00%	4	21 05%	0	0 00%
Specialist in Education	5	1 18%	0	0 00%	2	10 53%	0	0 00%
Ph D or Ed D	0	0 00%	0	0 00%	0	0 00%	0	0 00%
<b>Total</b>	<b>425</b>	<b>100 00%</b>	<b>6</b>	<b>100 00%</b>	<b>19</b>	<b>100 00%</b>	<b>0</b>	<b>0 00%</b>

**Note:** Percentage columns may not total exactly due to rounding

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Number and Type of Public Schools**  
**For the Year Ended June 30, 2012**

**Schedule 3**

Type	Number
Elementary	5
Middle/Jr High	1
Secondary	3
Combination	3
Total	12

**Note:** Schools opened or closed during the fiscal year are included in this schedule

**BEAUREGARD PARISH SCHOOL BOARD****Schedule 4****DeRidder, Louisiana****Experience of Public Principals and Full-time Classroom Teachers****As of October 1, 2011**

	0-1 Yr	2-3 Yrs	4-10 Yrs	11-14 Yrs	15-19 Yrs	20-24 Yrs	25+ Yrs	Total
Assistant Principals	0	0	1	1	1	0	4	7
Principals	0	0	0	0	4	5	3	12
Classroom Teachers	41	30	116	66	46	53	79	431
Total	41	30	117	67	51	58	86	450

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Public School Staff Data**  
**For the Year Ended June 30, 2012**

**Schedule 5**

	<b>All Classroom Teachers</b>	<b>Classroom Teachers Excluding ROTC and Rehired Retirees</b>
<b>Average Classroom Teacher's Salary Including Extra Compensation</b>	\$ 47,063	\$ 46,726
<b>Average Classroom Teacher's Salary Excluding Extra Compensation</b>	\$ 41,455	\$ 41,183
<b>Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries</b>	404	388

**Note:** Figures reported include all sources of funding (i.e , federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees and any teacher on sabbatical leave during any part of the school year.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**Class Size Characteristics**  
**As of October 1, 2011**

**Schedule 6**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	21.45%	370.00	51.87%	527.00	20.97%	52.00	0.00%	-
Elementary Activity Classes	4.29%	74.00	12.30%	125.00	4.44%	11.00	0.00%	-
Middle/Jr High	6.61%	114.00	5.51%	56.00	18.55%	46.00	0.00%	-
Middle/Jr High Activity Classes	0.70%	12.00	1.18%	12.00	2.02%	5.00	33.33%	5.00
High	30.14%	520.00	22.15%	225.00	43.95%	109.00	6.67%	1.00
High Activity Classes	8.35%	144.00	1.08%	11.00	4.84%	12.00	46.67%	7.00
Combination	24.06%	415.00	4.82%	49.00	4.03%	10.00	13.33%	2.00
Combination Activity Classes	2.96%	51.00	1.08%	11.00	1.21%	3.00	0.00%	-
Other	1.45%	25.00	0.00%	-	0.00%	-	0.00%	-
Total	100.00%	1,725.00	100.00%	1,016.00	100.00%	248.00	100.00%	15.00

**Note:** The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

**Note 2:** Percentage columns may not total exactly due to rounding.

De Ridder, Louisiana

Louisiana Educational Assessment Program (LEAP) for the 21st Century

For the Years Ended June 30, 2012, 2011, and 2010

District Achievement Level Results	English Language Arts						Mathematics					
	2012		2011		2010		2012		2011		2010	
	#	%	#	%	#	%	#	%	#	%	#	%
<b>Grade 4</b>												
Advanced	24	5.5%	22	4.2%	30	6.0%	43	9.9%	31	6.0%	27	5.4%
Mastery	106	24.5%	102	19.7%	107	21.3%	92	21.2%	118	22.8%	109	21.7%
Basic	205	47.3%	266	51.4%	241	47.9%	197	45.5%	250	48.4%	246	48.9%
Approaching Basic	63	14.5%	90	17.4%	89	17.7%	64	14.8%	71	13.7%	71	14.1%
Unsatisfactory	35	8.1%	38	7.3%	36	7.2%	37	8.5%	47	9.1%	50	9.9%
Total	433	100.0%	518	100.0%	503	100.0%	433	100.0%	517	100.0%	503	100.0%

District Achievement Level Results	Science						Social Studies					
	2012		2011		2010		2012		2011		2010	
	#	%	#	%	#	%	#	%	#	%	#	%
<b>Grade 4</b>												
Advanced	37	8.6%	10	1.9%	16	3.2%	8	1.9%	14	2.7%	11	2.2%
Mastery	112	26.0%	94	18.2%	107	21.3%	77	17.9%	69	13.3%	90	17.9%
Basic	181	42.1%	263	50.9%	261	52.0%	242	56.3%	299	57.8%	290	57.8%
Approaching Basic	85	19.8%	121	23.4%	98	19.5%	54	12.6%	83	16.1%	78	15.5%
Unsatisfactory	15	3.5%	29	5.6%	20	4.0%	49	11.4%	52	10.1%	33	6.6%
Total	430	100.0%	517	100.0%	502	100.0%	430	100.0%	517	100.0%	502	100.0%

District Achievement Level Results	English Language Arts						Mathematics					
	2012		2011		2010		2012		2011		2010	
	#	%	#	%	#	%	#	%	#	%	#	%
<b>Grade 8</b>												
Advanced	28	6.3%	19	4.3%	13	2.6%	19	4.2%	20	4.5%	13	2.6%
Mastery	84	18.8%	102	22.8%	79	15.9%	15	3.3%	22	4.9%	25	5.0%
Basic	208	46.4%	184	41.2%	221	44.5%	236	52.7%	225	50.3%	245	49.3%
Approaching Basic	103	23.0%	118	26.4%	158	31.8%	123	27.5%	119	26.6%	143	28.8%
Unsatisfactory	25	5.6%	24	5.4%	26	5.2%	55	12.3%	61	13.6%	71	14.3%
Total	448	100.0%	447	100.0%	497	100.0%	448	100.0%	447	100.0%	497	100.0%

District Achievement Level Results	Science						Social Studies					
	2012		2011		2010		2012		2011		2010	
	#	%	#	%	#	%	#	%	#	%	#	%
<b>Grade 8</b>												
Advanced	15	3.4%	14	3.1%	3	0.6%	7	1.6%	7	1.6%	5	1.0%
Mastery	92	20.6%	89	19.9%	71	14.3%	71	15.9%	53	11.9%	64	12.9%
Basic	179	40.0%	189	42.3%	224	45.3%	239	53.5%	218	48.8%	244	49.3%
Approaching Basic	131	29.3%	112	25.1%	142	28.7%	86	19.2%	118	26.4%	101	20.4%
Unsatisfactory	30	6.7%	43	9.6%	55	11.1%	44	9.8%	51	11.4%	81	16.4%
Total	447	100.0%	447	100.0%	495	100.0%	447	100.0%	447	100.0%	495	100.0%

Note: Percentage columns may not total exactly due to rounding.

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**The Graduate Exit Exam for the 21st Century**  
**For the Years Ended June 30, 2012; 2011; and 2010**

**Schedule 8**

District Achievement Level Results	English Language Arts						Mathematics					
	2012*		2011		2010		2012*		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced	0	0 00%	0	0 00%	8	1 94%	0	0 00%	40	10 28%	47	11 35%
Mastery	0	0 00%	47	12 08%	63	15 29%	0	0 00%	78	20 05%	92	22 22%
Basic	7	24 14%	206	52 96%	217	52 67%	5	26 32%	180	46 27%	186	44 93%
Approaching Basic	8	27 59%	87	22 37%	89	21 60%	5	26 32%	54	13 88%	59	14 25%
Unsatisfactory	14	48 28%	49	12 60%	35	8 50%	9	47 37%	37	9 51%	30	7 25%
Total	29	100 00%	389	100 00%	412	100 00%	19	100 00%	389	100 00%	414	100 00%

District Achievement Level Results	Science						Social Studies					
	2012		2011		2010		2012		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced	23	5 97%	20	5 25%	14	3 78%	1	0 26%	1	0 26%	2	0 54%
Mastery	75	19 48%	86	22 57%	68	18 38%	33	8 57%	26	6 82%	22	5 95%
Basic	182	47 27%	174	45 67%	168	45 41%	214	55 58%	231	60 63%	236	63 78%
Approaching Basic	61	15 84%	62	16 27%	87	23 51%	83	21 56%	72	18 90%	74	20 00%
Unsatisfactory	44	11 43%	39	10 24%	33	8 92%	54	14 03%	51	13 39%	36	9 73%
Total	385	100 00%	381	100 00%	370	100 00%	385	100 00%	381	100 00%	370	100 00%

\* In 2012, only those students who had not passed the GEE English Language Arts and Mathematics test in 2011 were tested

**Note:** Percentage columns may not total exactly due to rounding

**BEAUREGARD PARISH SCHOOL BOARD**
**Schedule 9**
**DeRidder, Louisiana**  
**The ILEAP Tests**
**For the Years Ended June 30, 2012; 2011; and 2010**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
	#	%	#	%	#	%	#	%
<b>Grade 3</b>								
Advanced	29	5.8%	40	8.0%	35	7.0%	11	2.2%
Mastery	122	24.4%	132	26.4%	107	21.4%	109	21.8%
Basic	230	46.0%	209	41.8%	246	49.2%	251	50.2%
Approaching Basic	79	15.8%	81	16.2%	89	17.8%	100	20.0%
Unsatisfactory	40	8.0%	38	7.6%	23	4.6%	29	5.8%
Total	500	100.0%	500	100.0%	500	100.0%	500	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
	#	%	#	%	#	%	#	%
<b>Grade 5</b>								
Advanced	22	5.4%	42	10.3%	18	4.4%	27	6.6%
Mastery	118	28.9%	83	20.3%	107	26.2%	76	18.6%
Basic	186	45.5%	203	49.6%	191	46.7%	215	52.6%
Approaching Basic	58	14.2%	47	11.5%	71	17.4%	53	13.0%
Unsatisfactory	25	6.1%	34	8.3%	22	5.4%	38	9.3%
Total	409	100.0%	409	100.0%	409	100.0%	409	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
	#	%	#	%	#	%	#	%
<b>Grade 6</b>								
Advanced	21	4.7%	18	4.1%	10	2.3%	36	8.1%
Mastery	70	15.8%	52	11.7%	83	18.7%	58	13.1%
Basic	222	50.1%	235	53.0%	197	44.5%	205	46.3%
Approaching Basic	92	20.8%	80	18.1%	108	24.4%	96	21.7%
Unsatisfactory	38	8.6%	58	13.1%	45	10.2%	48	10.8%
Total	443	100.0%	443	100.0%	443	100.0%	443	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
	#	%	#	%	#	%	#	%
<b>Grade 7</b>								
Advanced	31	7.1%	24	5.5%	8	1.8%	8	1.8%
Mastery	68	15.5%	54	12.3%	85	19.4%	59	13.4%
Basic	208	47.4%	210	47.8%	196	44.6%	245	55.8%
Approaching Basic	94	21.4%	94	21.4%	103	23.5%	77	17.5%
Unsatisfactory	38	8.7%	57	13.0%	47	10.7%	50	11.4%
Total	439	100.0%	439	100.0%	439	100.0%	439	100.0%

District Achievement Level Results	English Language Arts		Mathematics	
	2010		2010	
	#	%	#	%
<b>Grade 9</b>				
Advanced	3	0.7%	20	4.8%
Mastery	60	14.3%	48	11.5%
Basic	229	54.7%	219	52.3%
Approaching Basic	103	24.6%	78	18.6%
Unsatisfactory	24	5.7%	54	12.9%
Total	419	100.0%	419	100.0%



**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**The ILEAP Tests**  
**For the Years Ended June 30, 2012, 2011, and 2010**

**Schedule 9**  
**(Cont'd)**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
	#	%	#	%	#	%	#	%
<b>Grade 3</b>								
Advanced	19	4.5%	60	14.4%	34	8.1%	17	4.1%
Mastery	121	28.9%	85	20.3%	83	19.9%	90	21.5%
Basic	179	42.8%	187	44.7%	215	51.4%	198	47.4%
Approaching Basic	66	15.8%	50	12.0%	66	15.8%	76	18.2%
Unsatisfactory	33	7.9%	36	8.6%	20	4.8%	37	8.9%
Total	418	100.0%	418	100.0%	418	100.0%	418	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
	#	%	#	%	#	%	#	%
<b>Grade 5</b>								
Advanced	18	3.8%	34	7.2%	23	4.9%	28	5.9%
Mastery	97	20.6%	79	16.8%	101	21.4%	85	18.0%
Basic	231	49.0%	229	48.6%	209	44.4%	229	48.6%
Approaching Basic	88	18.7%	71	15.1%	116	24.6%	79	16.8%
Unsatisfactory	37	7.9%	58	12.3%	22	4.7%	50	10.6%
Total	471	100.0%	471	100.0%	471	100.0%	471	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
	#	%	#	%	#	%	#	%
<b>Grade 6</b>								
Advanced	8	1.9%	30	7.2%	19	4.5%	52	12.4%
Mastery	89	21.2%	59	14.1%	85	20.3%	74	17.7%
Basic	202	48.2%	213	50.8%	194	46.3%	175	41.8%
Approaching Basic	87	20.8%	65	15.5%	95	22.7%	69	16.5%
Unsatisfactory	33	7.9%	52	12.4%	26	6.2%	49	11.7%
Total	419	100.0%	419	100.0%	419	100.0%	419	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
	#	%	#	%	#	%	#	%
<b>Grade 7</b>								
Advanced	26	5.7%	20	4.4%	8	1.8%	10	2.2%
Mastery	70	15.5%	33	7.3%	67	14.8%	60	13.2%
Basic	212	46.8%	231	51.0%	197	43.5%	207	45.7%
Approaching Basic	105	23.2%	105	23.2%	134	29.6%	100	22.1%
Unsatisfactory	40	8.8%	64	14.1%	47	10.4%	76	16.8%
Total	453	100.0%	453	100.0%	453	100.0%	453	100.0%

District Achievement Level Results	English Language Arts		Mathematics	
	2011		2011	
	#	%	#	%
<b>Grade 9</b>				
Advanced				
Mastery				
Basic				
Approaching Basic				
Unsatisfactory				
Total				

**BEAUREGARD PARISH SCHOOL BOARD**  
**DeRidder, Louisiana**  
**The ILEAP Tests**  
**For the Years Ended June 30, 2012; 2011, and 2010**

**Schedule 9**  
**(Cont'd)**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
	#	%	#	%	#	%	#	%
<b>Grade 3</b>								
Advanced	20	4.4%	59	13.1%	30	6.7%	2	0.4%
Mastery	98	21.7%	120	26.6%	112	24.8%	95	21.1%
Basic	221	49.0%	199	44.1%	204	45.2%	213	47.2%
Approaching Basic	75	16.6%	49	10.9%	88	19.5%	89	19.7%
Unsatisfactory	37	8.2%	24	5.3%	17	3.8%	52	11.5%
Total	451	100.0%	451	100.0%	451	100.0%	451	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
	#	%	#	%	#	%	#	%
<b>Grade 5</b>								
Advanced	18	3.9%	46	9.9%	24	5.2%	25	5.4%
Mastery	82	17.7%	65	14.0%	94	20.3%	83	17.9%
Basic	237	51.1%	248	53.4%	229	49.4%	229	49.4%
Approaching Basic	91	19.6%	73	15.7%	96	20.7%	83	17.9%
Unsatisfactory	36	7.8%	32	6.9%	21	4.5%	44	9.5%
Total	464	100.0%	464	100.0%	464	100.0%	464	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
	#	%	#	%	#	%	#	%
<b>Grade 6</b>								
Advanced	20	4.2%	34	7.1%	17	3.6%	60	12.6%
Mastery	88	18.5%	60	12.6%	90	18.9%	65	13.7%
Basic	218	45.8%	236	49.6%	205	43.1%	204	42.9%
Approaching Basic	109	22.9%	76	16.0%	120	25.2%	83	17.4%
Unsatisfactory	41	8.6%	70	14.7%	44	9.2%	64	13.4%
Total	476	100.0%	476	100.0%	476	100.0%	476	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
	#	%	#	%	#	%	#	%
<b>Grade 7</b>								
Advanced	23	5.2%	23	5.2%	12	2.7%	14	3.2%
Mastery	76	17.3%	46	10.5%	110	25.1%	72	16.4%
Basic	212	48.3%	246	56.0%	188	42.8%	224	51.0%
Approaching Basic	81	18.5%	75	17.1%	104	23.7%	83	18.9%
Unsatisfactory	47	10.7%	49	11.2%	25	5.7%	46	10.5%
Total	439	100.0%	439	100.0%	439	100.0%	439	100.0%

District Achievement Level Results	English Language Arts		Mathematics	
	2012		2012	
	#	%	#	%
<b>Grade 9</b>				
Advanced				
Mastery				
Basic				
Approaching Basic				
Unsatisfactory				
Total				



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To the Members of the  
Beauregard Parish School Board

I have performed the procedures enumerated below, which were agreed to by the Beauregard Parish School Board, solely to assist the users in evaluating management's assertions about the annual financial report of the Beauregard Parish School Board School Activity Funds for the year ended June 30, 2012. The Beauregard Parish School Board is responsible for the School Activity Funds' accounting records. The agreed-upon procedures were performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which engagement has been requested or for any other purpose.

Our procedures and findings are as follows:

- 1) I tested the accuracy of the cash balances included in the annual financial reports for each school by:  
1) obtaining the school's bank reconciliation, 2) confirming the balance per bank, and 3) reviewing the subsequent bank statement to determine the validity of reconciling items.

*During my testing, I noted that one school (Merryville High School) had recorded a transfer from LAMP to its checking account incorrectly, causing the LAMP account to be overstated by \$7,765. No other exceptions were noted. The bookkeeper at Merryville High School at the time of the error is no longer employed by the School Board. Management will ensure during the training of the new bookkeeper that he/she is properly trained on how to record a transfer.*

- 2) I selected a sample of 25 receipts and 25 disbursements for each school and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper accounts/funds in the schools' accounting system.

*No significant exceptions noted.*

- 3) I tested to ensure that the proper balances were carried over from the previous year for each school.

*No exceptions were noted.*

- 4) I compared the ending balances per the schools' accounting system to the annual financial report.

*No exceptions were noted.*

I was not engaged to, and did not, conduct an audit, the objective of which would be the expression of an opinion on the accounting records. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Beauregard Parish School Board and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than those specified parties.

*J. Aaron Cooper, CPA, LLC*

DeRidder, Louisiana  
December 30, 2012